

# COMMITTEE REPORT

## MR. PRESIDENT:

**The Senate Committee on Finance, to which was referred House Bill No. 1001, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:**

Delete the title and insert the following:

A BILL FOR AN ACT TO AMEND THE INDIANA CODE concerning state and local administration and to make an appropriation.

Delete everything after the enacting clause and insert the following:

## 1 SECTION 1. [EFFECTIVE JULY 1, 2003]

2

3 (a) The following definitions apply throughout this act:

4 (1) "Augmentation allowed" means the governor and the budget agency are  
5 authorized to add to an appropriation in this act, subject to any conditions or limitations,  
5 from revenues accruing to the fund from which the appropriation was made.

5 (2) "Biennium" means the period beginning July 1, 2001, and ending June 30, 2005.

8 Appropriations appearing in the biennial column for construction or other permanent  
9 improvements may be allotted as provided in IC 4-13-2-19.10 (3) "Deficiency appropriation" or "special claim" means an appropriation available  
11 during the 2002-2003 fiscal year.12 (4) "Equipment" includes machinery, implements, tools, furniture,  
13 furnishings, vehicles, and other articles that have a calculable period of service  
14 that exceeds twelve (12) calendar months.

15 (5) "Fee replacement" includes repayment on indebtedness resulting from financing

16 ~~MR. PRESIDENT, purchasing, rehabilitation, construction, repair, leasing,~~17 ~~lease-purchasing, or otherwise acquiring land, buildings, facilities, and equipment~~18 ~~to be used for academic and instructional purposes.~~19 ~~The Senate Committee on Finance, to which was referred House Bill No. 1001, has had the~~  
20 ~~same under consideration and begs leave to report the same back to the Senate with the~~  
21 ~~recommendation that said bill be AMENDED as follows:~~

Delete the title and insert the following:

A BILL FOR AN ACT TO AMEND THE INDIANA CODE concerning state and local administration and  
to make an appropriation.

Delete everything after the enacting clause and insert the following:

- (7) "Pension fund contributions" means the state of Indiana's contributions to a specific retirement fund.
- (8) "Personal services" includes payments for salaries and wages to officers and employees of the state (either regular or temporary), payments for compensation awards, and the employer's share of Social Security, health insurance, life insurance, disability and retirement fund contributions.
- (9) "SSBG" means the Social Services Block Grant. This was formerly referred to as "Title XX".
- (10) "State agency" means:
  - (A) each office, officer, board, commission, department, division, bureau, committee, fund, agency, authority, council, or other instrumentality of the state;
  - (B) each hospital, correctional facility, and other institutional enterprise of the state;
  - (C) the judicial department of the state; and
  - (D) the legislative department of the state.
 However, this term does not include cities, towns, townships, school cities, school townships, school districts, other municipal corporations or political subdivisions of the state, or universities and colleges supported in whole or in part by state funds.
- (11) "Total operating expense" includes payments for both "personal services" and "other operating expense".
- (b) The state board of finance may authorize advances to boards or persons having control of the funds of any institution or department of the state of a sum of money out of any appropriation available at such time for the purpose of establishing working capital to provide for payment of expenses in the case of emergency when immediate payment is necessary or expedient. Advance payments shall be made by the auditor of state, and properly itemized and receipted bills or invoices shall be filed by the board or persons receiving the advance payments.
- (c) All money appropriated by this act shall be considered either a direct appropriation or an appropriation from a rotary or revolving fund.
  - (1) Direct appropriations are subject to withdrawal from the state treasury and for expenditure for such purposes, at such time, and in such manner as may be prescribed by law. Direct appropriations are not subject to return and rewithdrawal from the state treasury, except for the correction of an error which may have occurred in any transaction or for reimbursement of expenditures which have occurred in the same fiscal year.
  - (2) A rotary or revolving fund is any designated part of a fund that is set apart as working capital in a manner prescribed by law and devoted to a specific purpose or purposes. The fund consists of earnings and income only from certain sources. However derived, the money in the fund shall be used for the purpose designated by law as working capital. The fund at any time consists of the original appropriation thereto, if any, all receipts accrued to the fund, and all money withdrawn from the fund and invested or to be invested. The fund shall be kept intact by separate entries in the auditor of state's office, and no part thereof shall be used for any purpose other than the lawful purpose of the fund or revert to any other fund at any time. However, any unencumbered excess above any prescribed amount shall be transferred to the state general fund at the close of each fiscal year unless otherwise specified in the Indiana Code.

**SECTION 2. [EFFECTIVE JULY 1, 2003]**

For the conduct of state government, its offices, funds, boards, commissions, departments, societies, associations, services, agencies, and undertakings, and for other appropriations not otherwise provided by statute, the following sums in SECTIONS 3 through 10 are appropriated for the periods of time designated from the general fund of the state of Indiana or other specifically designated funds.

In this act, whenever there is no specific fund or account designated, the appropriation is from the general fund.

**SECTION 3. [EFFECTIVE JULY 1, 2003]**

**GENERAL GOVERNMENT**

**A. LEGISLATIVE**

**FOR THE GENERAL ASSEMBLY**

**LEGISLATORS' SALARIES - HOUSE**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 3,550,728 | 5,512,333 |
|-------------------------|-----------|-----------|

**HOUSE EXPENSES**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 7,188,733 | 7,799,322 |
|-------------------------|-----------|-----------|

**LEGISLATORS' SALARIES - SENATE**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 1,071,285 | 1,071,285 |
|-------------------------|-----------|-----------|

**SENATE EXPENSES**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 7,186,750 | 7,797,170 |
|-------------------------|-----------|-----------|

Included in the above appropriations for house and senate expenses are funds for a legislative business per diem allowance, meals and other usual and customary expenses associated with legislative affairs. Except as provided below, this allowance is to be paid to each member of the general assembly for every day, including Sundays, during which the general assembly is convened in regular or special session, commencing with the day the session is officially convened and concluding with the day the session is adjourned sine die. However, after five (5) consecutive days of recess, the legislative business per diem allowance is to be made on an individual voucher basis until the recess concludes.

Members of the general assembly are entitled, when authorized by the speaker of the house or the president pro tempore of the senate, to the legislative business per diem allowance for each and every day engaged in official business.

The legislative business per diem allowance that each member of the general assembly is entitled to receive equals the maximum daily amount allowable to employees of the executive branch of the federal government for subsistence expenses while away from home in travel status in the Indianapolis area. The legislative business per diem changes each time there is a change in that maximum daily amount.

In addition to the legislative business per diem allowance, each member of the general assembly shall receive the mileage allowance in an amount equal to the standard mileage

1 rates for personally owned transportation equipment established by the federal Internal  
2 Revenue Service for each mile necessarily traveled from the member's usual place  
3 of residence to the state capitol. However, if the member traveled by a means other  
4 than by motor vehicle, and the member's usual place of residence is more than one  
5 hundred (100) miles from the state capitol, the member is entitled to reimbursement  
6 in an amount equal to the lowest air travel cost incurred in traveling from the usual  
7 place of residence to the state capitol. During the period the general assembly is  
8 convened in regular or special session, the mileage allowance shall be limited to  
9 one (1) round trip each week per member.

10  
11 Any member of the general assembly who is appointed, either by the governor, speaker  
12 of the house, president or president pro tempore of the senate, house or senate minority  
13 floor leader, or Indiana legislative council to serve on any research, study, or  
14 survey committee or commission, or who attends any meetings authorized or convened  
15 under the auspices of the Indiana legislative council, including pre-session conferences  
16 and federal-state relations conferences, is entitled, when authorized by the legislative  
17 council, to receive the legislative business per diem allowance for each day in actual  
18 attendance and is also entitled to a mileage allowance, at the rate specified above,  
19 for each mile necessarily traveled from the member's usual place of residence to  
20 the state capitol, or other in-state site of the committee, commission, or conference.  
21 The per diem allowance and the mileage allowance permitted under this paragraph shall  
22 be paid from the legislative council appropriation for legislator and lay member  
23 travel unless the member is attending an out-of-state meeting, as authorized by the  
24 speaker of the house of representatives or the president pro tempore of the senate,  
25 in which case the member is entitled to receive:

- 26 (1) the legislative business per diem allowance for each day the member is engaged
- 27 in approved out-of-state travel; and
- 28 (2) reimbursement for traveling expenses actually incurred in connection with the
- 29 member's duties, as provided in the state travel policies and procedures established
- 30 by the legislative council.

31  
32 Notwithstanding the provisions of this or any other statute, the legislative council  
33 may adopt, by resolution, travel policies and procedures that apply only to members  
34 of the general assembly or to the staffs of the house of representatives, senate,  
35 and legislative services agency, or both members and staffs. The legislative council  
36 may apply these travel policies and procedures to lay members serving on research,  
37 study, or survey committees or commissions that are under the jurisdiction of the  
38 legislative council. Notwithstanding any other law, rule, or policy, the state travel  
39 policies and procedures established by the Indiana department of administration and  
40 approved by the budget agency do not apply to members of the general assembly, to  
41 the staffs of the house of representatives, senate, or legislative services agency,  
42 or to lay members serving on research, study, or survey committees or commissions  
43 under the jurisdiction of the legislative council (if the legislative council applies  
44 its travel policies and procedures to lay members under the authority of this SECTION),  
45 except that, until the legislative council adopts travel policies and procedures,  
46 the state travel policies and procedures established by the Indiana department of  
47 administration and approved by the budget agency apply to members of the general  
48 assembly, to the staffs of the house of representatives, senate, and legislative  
49 services agency, and to lay members serving on research, study, or survey committees

or commissions under the jurisdiction of the legislative council. The executive director of the legislative services agency is responsible for the administration of travel policies and procedures adopted by the legislative council. The auditor of state shall approve and process claims for reimbursement of travel related expenses under this paragraph based upon the written affirmation of the speaker of the house of representatives, the president pro tempore of the senate, or the executive director of the legislative services agency that those claims comply with the travel policies and procedures adopted by the legislative council. If the funds appropriated for the house and senate expenses and legislative salaries are insufficient to pay all the necessary expenses incurred, including the cost of printing the journals of the house and senate, there is appropriated such further sums as may be necessary to pay such expenses.

#### LEGISLATORS' SUBSISTENCE

##### LEGISLATORS' EXPENSES - HOUSE

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 1,775,765 | 2,015,396 |
|-------------------------|-----------|-----------|

##### LEGISLATORS' EXPENSES - SENATE

|                         |         |           |
|-------------------------|---------|-----------|
| Total Operating Expense | 922,272 | 1,046,728 |
|-------------------------|---------|-----------|

Each member of the general assembly is entitled to a subsistence allowance of forty percent (40%) of the maximum daily amount allowable to employees of the executive branch of the federal government for subsistence expenses while away from home in travel status in the Indianapolis area for:

- (1) each day that the general assembly is not convened in regular or special session; and
- (2) each day after the first session day held in November and before the first session day held in January.

However, the subsistence allowance under subdivision (2) may not be paid with respect to any day after the first session day held in November and before the first session day held in January with respect to which all members of the general assembly are entitled to a legislative business per diem.

The subsistence allowance is payable from the appropriations for legislators' subsistence.

The officers of the senate are entitled to the following amounts annually in addition to the subsistence allowance: president pro tempore, \$6,500; assistant president pro tempore, \$2,500; majority floor leader, \$5,000; assistant majority floor leader, \$1,000; majority caucus chair, \$5,000; assistant majority caucus chair, \$1,000; finance committee chair, \$5,000; budget subcommittee chair, \$4,000; finance committee ranking majority member, \$2,000; majority whip, \$3,500; assistant majority whip, \$1,000; minority floor leader, \$5,500; minority caucus chair, \$4,500; minority assistant floor leader, \$4,500; finance committee ranking minority member, \$3,500; minority whip, \$2,500; assistant minority whip, \$500; and assistant minority caucus chair, \$500.

Officers of the house of representatives are entitled to the following amounts annually in addition to the subsistence allowance: speaker of the house, \$6,500; speaker pro tempore, \$5,000; deputy speaker pro tempore, \$1,500; majority leader, \$5,000; majority

caucus chair, \$5,000; assistant majority caucus chair, \$1,000; ways and means committee chair, \$5,000; ways and means committee ranking majority member, \$3,000; speaker pro tempore emeritus, \$1,500; budget subcommittee chair, \$3,000; majority whip, \$3,500; assistant majority whip, \$1,000; assistant majority leader, \$1,000; minority leader, \$5,500; minority caucus chair, \$4,500; ways and means committee ranking minority member, \$3,500; minority whip, \$2,500; assistant minority leader, \$4,500; second assistant minority leader, \$1,500; and deputy assistant minority leader, \$1,000.

If the funds appropriated for legislators' subsistence are insufficient to pay all the subsistence incurred, there are hereby appropriated such further sums as may be necessary to pay such subsistence.

#### FOR THE LEGISLATIVE COUNCIL AND THE LEGISLATIVE SERVICES AGENCY

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 7,887,000 | 8,122,000 |
|-------------------------|-----------|-----------|

#### LEGISLATOR AND LAY MEMBER TRAVEL

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 560,000 | 570,000 |
|-------------------------|---------|---------|

If the funds above appropriated for the legislative council and the legislative services agency and legislator and lay member travel are insufficient to pay all the necessary expenses incurred, there are hereby appropriated such further sums as may be necessary to pay those expenses.

Any person other than a member of the general assembly who is appointed by the governor, speaker of the house, president or president pro tempore of the senate, house or senate minority floor leader, or legislative council to serve on any research, study, or survey committee or commission is entitled, when authorized by the legislative council, to a per diem instead of subsistence of \$75 per day during the 2003-2005 biennium. In addition to the per diem, such a person is entitled to mileage reimbursement, at the rate specified for members of the general assembly, for each mile necessarily traveled from the person's usual place of residence to the state capitol or other in-state site of the committee, commission, or conference. However, reimbursement for any out-of-state travel expenses claimed by lay members serving on research, study, or survey committees or commissions under the jurisdiction of the legislative council shall be based on SECTION 14 of this act, until the legislative council applies those travel policies and procedures that govern legislators and their staffs to such lay members as authorized elsewhere in this SECTION. The allowance and reimbursement permitted in this paragraph shall be paid from the legislative council appropriations for legislative and lay member travel unless otherwise provided for by a specific appropriation.

#### LEGISLATIVE COUNCIL CONTINGENCY FUND

|                         |         |
|-------------------------|---------|
| Total Operating Expense | 200,000 |
|-------------------------|---------|

Disbursements from the fund may be made only for purposes approved by the chairman and vice chairman of the legislative council.

The legislative services agency shall charge the following fees, unless the legislative council sets these or other fees at different rates:

Annual subscription to the session document service for sessions ending in odd-numbered years: \$900

Annual subscription to the session document service for sessions ending in even-numbered years: \$500

Per page charge for copies of legislative documents: \$0.15

Annual charge for interim calendar: \$10

Daily charge for the journal of either house: \$2

#### PRINTING AND DISTRIBUTION

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 550,000 | 580,000 |
|-------------------------|---------|---------|

The above funds are appropriated for the printing and distribution of documents published by the legislative council. These documents include journals, bills, resolutions, enrolled documents, the acts of the first and second regular sessions of the 113th general assembly, the supplements to the Indiana Code for fiscal years 2003-2004 and 2004-2005, and the publication of the Indiana Administrative Code and the Indiana Register. Upon completion of the distribution of the Acts and the supplements to the Indiana Code, as provided in IC 2-6-1.5, remaining copies may be sold at a price or prices periodically determined by the legislative council. If the above appropriations for the printing and distribution of documents published by the legislative council are insufficient to pay all of the necessary expenses incurred, there are hereby appropriated such sums as may be necessary to pay such expenses.

#### COUNCIL OF STATE GOVERNMENTS ANNUAL DUES

|                         |         |         |
|-------------------------|---------|---------|
| Other Operating Expense | 133,000 | 138,000 |
|-------------------------|---------|---------|

#### NATIONAL CONFERENCE OF STATE LEGISLATURES ANNUAL DUES

|                         |         |         |
|-------------------------|---------|---------|
| Other Operating Expense | 153,000 | 159,000 |
|-------------------------|---------|---------|

#### FOR THE INDIANA LOBBY REGISTRATION COMMISSION

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 218,285 | 218,285 |
|-------------------------|---------|---------|

#### FOR THE PUBLIC EMPLOYEES' RETIREMENT FUND

##### LEGISLATORS' RETIREMENT FUND

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 205,540 | 205,540 |
|-------------------------|---------|---------|

#### B. JUDICIAL

##### FOR THE SUPREME COURT

|                   |           |           |
|-------------------|-----------|-----------|
| Personal Services | 5,709,622 | 5,619,266 |
|-------------------|-----------|-----------|

|                         |           |           |
|-------------------------|-----------|-----------|
| Other Operating Expense | 1,459,198 | 1,531,450 |
|-------------------------|-----------|-----------|

The above appropriation for the supreme court personal services includes the subsistence allowance as provided by IC 33-13-12-9.

#### LOCAL JUDGES' SALARIES



|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | Personal Services  | 41,247,705                            | 41,247,273                            |                                   |
| 2  | Other Operating Expense  | 11,100                                | 11,100                                |                                   |
| 3  | <b>COUNTY PROSECUTORS' SALARIES</b>  |                                       |                                       |                                   |
| 4  | Personal Services  | 17,256,096                            | 17,256,096                            |                                   |
| 5  | Other Operating Expense  | 6,400                                 | 6,400                                 |                                   |
| 6  |  |                                       |                                       |                                   |
| 7  | The above appropriations for county prosecutors' salaries represent the amounts authorized |                                       |                                       |                                   |
| 8  | by IC 33-14-7-5 and that are to be paid from the state general fund.                       |                                       |                                       |                                   |
| 9  |  |                                       |                                       |                                   |
| 10 | In addition to the appropriations for local judges' salaries and for county prosecutors'   |                                       |                                       |                                   |
| 11 | salaries, there are hereby appropriated for personal services the amounts that the         |                                       |                                       |                                   |
| 12 | state is required to pay for salary changes or for additional courts created by the        |                                       |                                       |                                   |
| 13 | 113th general assembly.  |                                       |                                       |                                   |
| 14 |  |                                       |                                       |                                   |
| 15 | <b>TRIAL COURT OPERATIONS</b>  |                                       |                                       |                                   |
| 16 | Total Operating Expense  | 353,500                               | 353,500                               |                                   |
| 17 | <b>INDIANA CONFERENCE FOR LEGAL EDUCATION OPPORTUNITY</b>                                  |                                       |                                       |                                   |
| 18 | Total Operating Expense  | 625,000                               | 625,000                               |                                   |
| 19 |  |                                       |                                       |                                   |
| 20 | The above funds are appropriated to the division of state court administration in          |                                       |                                       |                                   |
| 21 | compliance with the provisions of IC 33-2.1-12-7.  |                                       |                                       |                                   |
| 22 |  |                                       |                                       |                                   |
| 23 | <b>PUBLIC DEFENDER COMMISSION</b>  |                                       |                                       |                                   |
| 24 | Public Defense Fund  |                                       |                                       |                                   |
| 25 | Total Operating Expense  | 4,600,000                             | 4,600,000                             |                                   |
| 26 | Augmentation allowed.  |                                       |                                       |                                   |
| 27 |  |                                       |                                       |                                   |
| 28 | The above appropriation is made in addition to the distribution authorized by IC           |                                       |                                       |                                   |
| 29 | 33-19-7-5(c) for the purpose of reimbursing counties for indigent defense services         |                                       |                                       |                                   |
| 30 | provided to a defendant. The division of state court administration of the supreme         |                                       |                                       |                                   |
| 31 | court of Indiana shall provide staff support to the commission and shall administer        |                                       |                                       |                                   |
| 32 | the fund. The administrative costs may come from the fund.                                 |                                       |                                       |                                   |
| 33 |  |                                       |                                       |                                   |
| 34 | <b>GUARDIAN AD LITEM</b>   |                                       |                                       |                                   |
| 35 | Total Operating Expense  | 800,000                               | 800,000                               |                                   |
| 36 |  |                                       |                                       |                                   |
| 37 | The division of state court administration shall use the foregoing appropriation           |                                       |                                       |                                   |
| 38 | to administer an office of guardian ad litem and court appointed special advocate          |                                       |                                       |                                   |
| 39 | services and to provide matching funds to counties that are required to implement,         |                                       |                                       |                                   |
| 40 | in courts with juvenile jurisdiction, a guardian ad litem and court appointed special      |                                       |                                       |                                   |
| 41 | advocate program for children who are alleged to be victims of child abuse or neglect      |                                       |                                       |                                   |
| 42 | under IC 31-33 and to administer the program. However, the court may not use more          |                                       |                                       |                                   |
| 43 | than \$75,000 per state fiscal year for administration of the program. A county may        |                                       |                                       |                                   |
| 44 | use these matching funds to supplement amounts collected as fees under IC 31-40-3          |                                       |                                       |                                   |
| 45 | and used for the operation of guardian ad litem and court appointed special advocate       |                                       |                                       |                                   |
| 46 | programs. The county fiscal body shall appropriate adequate funds for the county           |                                       |                                       |                                   |
| 47 | to be eligible for these matching funds.   |                                       |                                       |                                   |
| 48 |  |                                       |                                       |                                   |
| 49 | <b>CIVIL LEGAL AID</b>   |                                       |                                       |                                   |

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>Total Operating Expense</b>  | <b>1,000,000</b>                      | <b>1,000,000</b>                      |                                   |
| 2  |   |                                       |                                       |                                   |
| 3  | <b>The above funds are appropriated to the division of state court administration in</b>          |                                       |                                       |                                   |
| 4  | <b>compliance with the provisions of IC 33-2.1-11-7.</b>  |                                       |                                       |                                   |
| 5  |   |                                       |                                       |                                   |
| 6  | <b>SPECIAL JUDGES - COUNTY COURTS</b>   |                                       |                                       |                                   |
| 7  | <b>Personal Services</b>  | <b>3,000</b>                          | <b>3,000</b>                          |                                   |
| 8  | <b>Other Operating Expense</b>  | <b>120,000</b>                        | <b>120,000</b>                        |                                   |
| 9  |   |                                       |                                       |                                   |
| 10 | <b>If the funds appropriated above for special judges of county courts are insufficient</b>       |                                       |                                       |                                   |
| 11 | <b>to pay all of the necessary expenses that the state is required to pay under IC 34-35-1-4,</b> |                                       |                                       |                                   |
| 12 | <b>there are hereby appropriated such further sums as may be necessary to pay these</b>           |                                       |                                       |                                   |
| 13 | <b>expenses.</b>  |                                       |                                       |                                   |
| 14 |   |                                       |                                       |                                   |
| 15 | <b>COMMISSION ON RACE AND GENDER FAIRNESS</b>   |                                       |                                       |                                   |
| 16 | <b>Total Operating Expense</b>  | <b>160,996</b>                        | <b>160,996</b>                        |                                   |
| 17 |   |                                       |                                       |                                   |
| 18 | <b>FOR THE CLERK OF THE SUPREME AND APPELLATE COURTS</b>  |                                       |                                       |                                   |
| 19 | <b>Personal Services</b>  | <b>707,885</b>                        | <b>707,885</b>                        |                                   |
| 20 | <b>Other Operating Expense</b>  | <b>186,205</b>                        | <b>186,205</b>                        |                                   |
| 21 |   |                                       |                                       |                                   |
| 22 | <b>FOR THE COURT OF APPEALS</b>   |                                       |                                       |                                   |
| 23 | <b>Personal Services</b>  | <b>7,788,244</b>                      | <b>7,521,971</b>                      |                                   |
| 24 | <b>Other Operating Expense</b>  | <b>1,148,220</b>                      | <b>1,152,220</b>                      |                                   |
| 25 |   |                                       |                                       |                                   |
| 26 | <b>The above appropriations for the court of appeals personal services includes the</b>           |                                       |                                       |                                   |
| 27 | <b>subsistence allowance provided by IC 33-13-12-9.</b>   |                                       |                                       |                                   |
| 28 |   |                                       |                                       |                                   |
| 29 | <b>FOR THE TAX COURT</b>  |                                       |                                       |                                   |
| 30 | <b>Personal Services</b>  | <b>475,879</b>                        | <b>465,420</b>                        |                                   |
| 31 | <b>Other Operating Expense</b>  | <b>111,146</b>                        | <b>123,350</b>                        |                                   |
| 32 |   |                                       |                                       |                                   |
| 33 | <b>FOR THE JUDICIAL CENTER</b>  |                                       |                                       |                                   |
| 34 | <b>Personal Services</b>  | <b>1,233,026</b>                      | <b>1,214,495</b>                      |                                   |
| 35 | <b>Other Operating Expense</b>  | <b>694,744</b>                        | <b>736,924</b>                        |                                   |
| 36 |   |                                       |                                       |                                   |
| 37 | <b>The above appropriations for the judicial center include the appropriations for the</b>        |                                       |                                       |                                   |
| 38 | <b>judicial conference.</b>   |                                       |                                       |                                   |
| 39 |   |                                       |                                       |                                   |
| 40 | <b>DRUG AND ALCOHOL PROGRAMS FUND</b>   |                                       |                                       |                                   |
| 41 | <b>Total Operating Expense</b>  | <b>299,010</b>                        | <b>299,010</b>                        |                                   |
| 42 |   |                                       |                                       |                                   |
| 43 | <b>The above funds are appropriated under IC 33-19-7-5 for the purpose of administering,</b>      |                                       |                                       |                                   |
| 44 | <b>certifying, and supporting alcohol and drug services programs under IC 12-23-14.</b>           |                                       |                                       |                                   |
| 45 | <b>However, if the receipts are less than the appropriation, the center may not spend</b>         |                                       |                                       |                                   |
| 46 | <b>more than is collected.</b>  |                                       |                                       |                                   |
| 47 |   |                                       |                                       |                                   |
| 48 | <b>INTERSTATE COMPACT FOR ADULT OFFENDER SUPERVISION</b>  |                                       |                                       |                                   |
| 49 | <b>Total Operating Expense</b>  | <b>65,707</b>                         | <b>53,158</b>                         |                                   |

|    |  |           |            |
|----|--|-----------|------------|
| 1  | Augmentation allowed from fee increases enacted in 2003 general assembly.              |           |            |
| 2  |  |           |            |
| 3  | <b>FOR THE PUBLIC DEFENDER</b>   |           |            |
| 4  | Personal Services  | 5,110,515 | 5,092,572  |
| 5  | Other Operating Expense  | 952,820   | 985,133    |
| 6  |  |           |            |
| 7  | <b>FOR THE PUBLIC DEFENDER COUNCIL</b>   |           |            |
| 8  | Personal Services  | 840,096   | 840,096    |
| 9  | Other Operating Expense  | 228,458   | 228,458    |
| 10 |  |           |            |
| 11 | <b>FOR THE PROSECUTING ATTORNEYS' COUNCIL</b>  |           |            |
| 12 | Personal Services  | 859,204   | 859,204    |
| 13 | Other Operating Expense  | 164,489   | 164,489    |
| 14 | <b>DRUG PROSECUTION</b>  |           |            |
| 15 | Drug Prosecution Fund (IC 33-14-8-5)   |           |            |
| 16 | Total Operating Expense  | 103,436   | 103,436    |
| 17 | Augmentation allowed.  |           |            |
| 18 |  |           |            |
| 19 | <b>FOR THE PUBLIC EMPLOYEES' RETIREMENT FUND</b>                                       |           |            |
| 20 | <b>JUDGES' RETIREMENT FUND</b>   |           |            |
| 21 | Other Operating Expense  | 9,584,871 | 10,159,964 |
| 22 | <b>PROSECUTORS' RETIREMENT FUND</b>  |           |            |
| 23 | Other Operating Expense  | 933,000   | 961,000    |
| 24 |  |           |            |
| 25 | <b>C. EXECUTIVE</b>  |           |            |
| 26 |  |           |            |
| 27 | <b>FOR THE GOVERNOR'S OFFICE</b>   |           |            |
| 28 | Personal Services  | 2,069,306 | 2,069,306  |
| 29 | Other Operating Expense  | 124,352   | 124,352    |
| 30 | <b>GOVERNOR'S RESIDENCE</b>  |           |            |
| 31 | Total Operating Expense  | 166,337   | 166,337    |
| 32 | <b>GOVERNOR'S CONTINGENCY FUND</b>   |           |            |
| 33 | Total Operating Expense  |           | 163,488    |
| 34 |  |           |            |
| 35 | Direct disbursements from the above contingency fund are not subject to the provisions |           |            |
| 36 | of IC 5-22.  |           |            |
| 37 |  |           |            |
| 38 | <b>MISCELLANEOUS EXPENSES</b>  |           |            |
| 39 | Total Operating Expense  | 9,822     | 9,822      |
| 40 | <b>GOVERNOR'S FELLOWSHIP PROGRAM</b>   |           |            |
| 41 | Total Operating Expense  | 154,906   | 154,906    |
| 42 |  |           |            |
| 43 | <b>FOR THE WASHINGTON LIAISON OFFICE</b>   |           |            |
| 44 | Total Operating Expense  | 195,037   | 195,037    |
| 45 |  |           |            |
| 46 | <b>FOR THE LIEUTENANT GOVERNOR</b>   |           |            |
| 47 | Personal Services  | 735,673   | 735,673    |
| 48 | Other Operating Expense  | 26,833    | 26,833     |
| 49 |  |           |            |

1       **CONTINGENCY FUND**  
2           **Total Operating Expense** **38,000**

3  
4       **Direct disbursements from the above contingency fund are not subject to the provisions**  
5       **of IC 5-22.**

6  
7       **FOR THE SECRETARY OF STATE**

8       **ADMINISTRATION**

|                                     |         |         |
|-------------------------------------|---------|---------|
| 9           Personal Services       | 367,569 | 367,569 |
| 10          Other Operating Expense | 33,415  | 33,415  |

11       **BUSINESS SERVICES**

|                                     |         |         |
|-------------------------------------|---------|---------|
| 12           Personal Services      | 797,251 | 797,251 |
| 13          Other Operating Expense | 177,700 | 177,700 |

14       **SECURITIES DIVISION**

|                                     |         |         |
|-------------------------------------|---------|---------|
| 15           Personal Services      | 854,140 | 854,140 |
| 16          Other Operating Expense | 67,545  | 67,545  |

17  
18       **FOR THE ATTORNEY GENERAL**

19       **ATTORNEY GENERAL**

20       **From the General Fund**

|   |            |
|---|------------|
| 21                               12,103,579 | 12,103,579 |
|---|------------|

22       **From the Telephone Solicitation Fund**

|   |        |
|---|--------|
| 23                               17,260 | 17,260 |
|---|--------|

24       **Augmentation allowed.**

25       **From the Motor Vehicle Odometer Fund (IC 9-29-1-5)**

|  |         |
|--|---------|
| 26                               701,744 | 701,744 |
|--|---------|

27       **Augmentation allowed.**

28       **From the Medicaid Fraud Control Unit Fund**

|  |         |
|--|---------|
| 29                               579,371 | 579,371 |
|--|---------|

30       **Augmentation allowed.**

31       **From the Abandoned Property Fund (IC 32-34-1-33)**

|  |         |
|--|---------|
| 32                               167,583 | 167,583 |
|--|---------|

33       **Augmentation allowed.**

34  
35       **The amounts specified from the General Fund, Motor Vehicle Odometer Fund, Medicaid**  
36       **Fraud Control Unit Fund, and Abandoned Property Fund are for the following purposes:**

|                                     |            |            |
|-------------------------------------|------------|------------|
| 38           Personal Services      | 12,410,304 | 12,410,304 |
| 39          Other Operating Expense | 1,159,233  | 1,159,233  |

40  
41       **MEDICAID FRAUD UNIT**

|                                   |                |                |
|-----------------------------------|----------------|----------------|
| 42 <b>Total Operating Expense</b> | <b>846,806</b> | <b>846,806</b> |
|-----------------------------------|----------------|----------------|

43  
44       **The above appropriations to the Medicaid fraud unit are the state's matching share**  
45       **of the state Medicaid fraud control unit under IC 4-6-10 as prescribed by 42 U.S.C.**  
46       **1396b(q). Augmentation allowed from collections.**

47  
48       **VICTIMS' ASSISTANCE ADDRESS CONFIDENTIALITY**

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| 49 <b>Total Operating Expense</b> | <b>13,059</b> | <b>13,059</b> |
|-----------------------------------|---------------|---------------|

1       **UNCLAIMED PROPERTY**

2       **Abandoned Property Fund (IC 32-9-1.5-33)**

3       Personal Services                       **972,055                       972,055**

4       Other Operating Expense               **961,100                       961,100**

5       Augmentation allowed.

6

7       **D. FINANCIAL MANAGEMENT**

8

9       **FOR THE AUDITOR OF STATE**

10      Personal Services                       **4,034,532                   4,034,532**

11      Other Operating Expense               **1,318,420                   1,318,420**

12

13      **GOVERNOR'S AND GOVERNOR'S SURVIVING SPOUSES' PENSIONS**

14      Total Operating Expense               **146,900                   146,900**

15

16      The above appropriations for governors' and governors' surviving spouses' pensions  
17      are made under IC 4-3-3.

18

19      **FOR THE STATE BOARD OF ACCOUNTS**

20      Personal Services                       **16,919,115               16,919,115**

21      Other Operating Expense               **1,325,387                   1,325,387**

22

22      **GOVERNOR ELECT**

23      Total Operating Expense               **0                           40,000**

24

25      **FOR THE STATE BUDGET COMMITTEE**

26      Total Operating Expense               **60,000                   60,000**

27

28      Notwithstanding IC 4-12-1-11(b), the salary per diem of the legislative members of  
29      the budget committee is an amount equal to one hundred fifty percent (150%) of the  
30      legislative business per diem allowance. If the above appropriations are insufficient  
31      to carry out the necessary operations of the budget committee, there are hereby  
32      appropriated such further sums as may be necessary.

33

34      **FOR THE STATE BUDGET AGENCY**

35      Personal Services                       **2,817,000                   2,817,509**

36      Other Operating Expense               **443,882                   443,882**

37

37      **BUILD INDIANA FUND ADMINISTRATION**

38      **Build Indiana Fund (IC 4-30-17)**

39      Other Operating Expense               **66,014                   66,014**

40

40      **MIDWEST HIGHER EDUCATION COMMISSION**

41      Total Operating Expense               **82,500                   82,500**

42

42      **DEPARTMENTAL AND INSTITUTIONAL EMERGENCY CONTINGENCY FUND**

43      Total Operating Expense   **6,000,000**

44

45      The foregoing departmental and institutional emergency contingency fund appropriation  
46      is subject to allotment to departments, institutions, and all state agencies by the  
47      budget agency with the approval of the governor. These allocations may be made upon  
48      written request of proper officials, showing that contingencies exist that require  
49      additional funds for meeting necessary expenses. The budget committee shall be advised

of each transfer request and allotment. With the approval of the governor and budget agency, the expenses of conducting an audit of a state agency or program may be paid from the departmental and institutional emergency contingency fund to determine whether the state agency is managing and using its resources (including personnel, property, and office space) economically and efficiently.

#### **PERSONAL SERVICESFRINGE BENEFITS CONTINGENCY FUND**

|                                |  |  |                   |
|--------------------------------|--|--|-------------------|
| <b>Total Operating Expense</b> |  |  | <b>77,000,000</b> |
|--------------------------------|--|--|-------------------|

The foregoing personal services/fringe benefits contingency fund appropriation is subject to allotment to departments, institutions, and all state agencies by the budget agency with the approval of the governor. The above appropriation includes \$2,000,000 for an employee leave conversion program.

The foregoing personal services/fringe benefits contingency fund appropriation may only be used for salary increases, fringe benefit increases, and for an employee leave conversion program for state employees in the 2003-2005 biennium and may not be used for any other purpose. The foregoing personal services/fringe benefits contingency fund appropriation does not revert at the end of the biennium but remains in the personal services/fringe benefit contingency fund.

#### **Pay Phone Fund**

|                                |          |          |  |
|--------------------------------|----------|----------|--|
| <b>Total Operating Expense</b> | <b>1</b> | <b>1</b> |  |
|--------------------------------|----------|----------|--|

The pay phone fund is established for the procurement of hardware, software, and related equipment and services needed to expand and enhance the state campus backbone and other central information technology initiatives. Such procurements may include, but are not limited to, wiring and rewiring of state offices, Internet services, video conferencing, telecommunications, application software and related services. The fund consists of the net proceeds received from contracts with companies providing phone services at state institutions and other state properties. The fund shall be administered by the budget agency. Unallotted balances remaining in the fund on June 30 of each year shall be transferred to the general fund.

#### **EMPLOYEE RECRUITMENT AND RETENTION FUND**

|                                |  |  |                   |
|--------------------------------|--|--|-------------------|
| <b>Total Operating Expense</b> |  |  | <b>12,000,000</b> |
|--------------------------------|--|--|-------------------|

The budget agency, with the approval of the governor, and after review by the budget committee, shall implement a recruitment and retention plan for professional, technical and managerial employees. The employee recruitment and retention fund is separate from and in addition to any general state employee personal service increase or the personal services/fringe benefits contingency fund and may not be used for any other purpose. The foregoing employee recruitment and retention fund appropriation does not revert at the end of the biennium but remains in the employee recruitment and retention fund.

#### **SCHOOL AND LIBRARY INTERNET CONNECTION**

##### **Build Indiana Fund (IC 4-30-17)**

|                                |  |  |                  |
|--------------------------------|--|--|------------------|
| <b>Other Operating Expense</b> |  |  | <b>7,000,000</b> |
|--------------------------------|--|--|------------------|

Of the foregoing appropriations \$2.3 million each year shall be for schools under IC 4-34-3-4 and \$1.2 million each year shall be used for libraries under IC 4-34-3-2.

**INSPIRE (IC 4-34-3-2)**

**Build Indiana Fund (IC 4-30-17)**

|                         |  |           |
|-------------------------|--|-----------|
| Other Operating Expense |  | 2,500,000 |
|-------------------------|--|-----------|

**PUBLIC TELEVISION DISTRIBUTION**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,357,563 | 2,357,563 |
|-------------------------|-----------|-----------|

The above appropriations for public television distribution are for grants for public television. The Indiana Public Broadcasting Stations, Inc. in consultation with the intelenet commission under IC 4-34-3-4 shall submit a distribution plan for the nine (9) Indiana public education television stations that shall be approved by the budget agency and reviewed by the budget committee. The above appropriation includes the costs of transmission for the "GED-on-TV" program. Of the above appropriations, \$100,000 each year shall be distributed equally among the eight radio stations.

**FOR THE TREASURER OF STATE**

|                         |         |         |
|-------------------------|---------|---------|
| Personal Services       | 810,652 | 810,652 |
| Other Operating Expense | 60,500  | 60,500  |

The treasurer of state, the board for depositories, the Indiana commission for higher education, and the state student assistance commission shall cooperate and provide to the Indiana education savings authority the following:

- (1) Clerical and professional staff and related support.
- (2) Office space and services.
- (3) Reasonable financial support for the development of rules, policies, programs, and guidelines, including authority operations and travel.

**E. TAX ADMINISTRATION**

**FOR THE DEPARTMENT OF REVENUE  
COLLECTION AND ADMINISTRATION**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 38,667,713 | 38,667,713 |
| Other Operating Expense | 12,876,571 | 12,876,571 |

With the approval of the governor and the budget agency, the department shall annually reimburse the state general fund for expenses incurred in support of the collection of dedicated fund revenue according to the department's cost allocation plan.

With the approval of the governor and the budget agency, the foregoing sums for the department of state revenue may be augmented to an amount not exceeding in total, together with the above specific amounts, one-tenth of one percent (0.1%) of the general fund revenue collected by the department of state revenue from taxes and fees.

**OUTSIDE COLLECTIONS**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,923,440 | 2,923,440 |
|-------------------------|-----------|-----------|

With the approval of the governor and the budget agency, the foregoing sums for the department of state revenue's outside collections may be augmented to an amount not exceeding in total, together with the above specific amounts, one-tenth of one percent (0.1%) of the general fund revenue collected by the department from taxes and fees.

#### **MOTOR CARRIER REGULATION**

##### **Motor Carrier Regulation Fund (IC 8-2.1-23)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>624,082</b>   | <b>624,082</b>   |
| <b>Other Operating Expense</b> | <b>3,160,143</b> | <b>3,160,143</b> |

Augmentation allowed from the Motor Carrier Regulation Fund.

#### **MOTOR FUEL TAX DIVISION**

##### **Motor Vehicle Highway Account (IC 8-14-1)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>6,020,546</b> | <b>6,020,546</b> |
| <b>Other Operating Expense</b> | <b>767,283</b>   | <b>767,283</b>   |

Augmentation allowed from the Motor Vehicle Highway Account.

In addition to the foregoing appropriations, there is hereby appropriated to the department of revenue motor fuel tax division an amount sufficient to pay claims for refunds on license-fee-exempt motor vehicle fuel as provided by law. The sums above appropriated from the motor vehicle highway account for the operation of the motor fuel tax division, together with all refunds for license-fee-exempt motor vehicle fuel, shall be paid from the receipts of those license fees before they are distributed as provided by IC 6-6-1.1.

#### **FOR THE INDIANA GAMING COMMISSION**

##### **State Gaming Fund (IC 4-33-13-3)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>2,111,179</b> | <b>2,111,179</b> |
| <b>Other Operating Expense</b> | <b>715,830</b>   | <b>715,830</b>   |

#### **INVESTIGATION**

##### **State Gaming Fund (IC 4-33-13-3)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>925,000</b> | <b>925,000</b> |
| <b>Other Operating Expense</b> | <b>458,030</b> | <b>458,030</b> |

The foregoing appropriations to the Indiana gaming commission are made from revenues accruing to the state gaming fund under IC 4-33-13-3 before any distribution is made under IC 4-33-13-5.

Augmentation allowed.

The foregoing appropriations to the Indiana gaming commission are made instead of the appropriation made in IC 4-33-13-4.

The commission may employ or contract for inspectors and agents required under IC 4-33-4-3.5. The licensed owners shall, in the manner prescribed by the rules of the commission, reimburse the commission for the salaries and other expenses of the inspectors and agents who are required to be present during the time gambling operations are conducted on a riverboat.



**FOR THE INDIANA HORSE RACING COMMISSION**

**Indiana Horse Racing Commission Operating Fund (IC 4-31-10)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>1,781,448</b> | <b>1,781,448</b> |
| <b>Other Operating Expense</b> | <b>726,896</b>   | <b>726,896</b>   |

The foregoing appropriations to the Indiana horse racing commission are made from revenues accruing to the Indiana horse racing commission before any distribution is made under IC 4-31-9.  
Augmentation allowed.

**STANDARD BRED BOARD OF REGULATION**

**Indiana Horse Racing Commission Operating Fund (IC 4-31-10)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>193,500</b> | <b>193,500</b> |
|--------------------------------|----------------|----------------|

The foregoing appropriations to the standardbred board of regulation are made from revenues accruing to the Indiana horse racing commission before any distribution is made under IC 4-31-9.  
Augmentation allowed.

**FOR THE DEPARTMENT OF LOCAL GOVERNMENT FINANCE**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>3,783,049</b> | <b>3,783,049</b> |
| <b>Other Operating Expense</b> | <b>588,154</b>   | <b>588,154</b>   |

From the above appropriations for the department of local government finance, travel subsistence and mileage allowances may be paid for members of the local government tax control board created by IC 6-1.1-18.5-11 and the state school property tax control board created by IC 6-1.1-19-4.1, under state travel regulations.

**FOR THE INDIANA BOARD OF TAX REVIEW**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>1,255,075</b> | <b>1,255,075</b> |
| <b>Other Operating Expense</b> | <b>120,033</b>   | <b>120,033</b>   |

Augmentation allowed from fee increases enacted in 2003 general assembly.

**F. ADMINISTRATION**

**FOR THE DEPARTMENT OF ADMINISTRATION**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Personal Services</b>       | <b>11,750,289</b> | <b>11,750,289</b> |
| <b>Other Operating Expense</b> | <b>8,814,825</b>  | <b>8,814,825</b>  |

**FOR THE STATE PERSONNEL DEPARTMENT**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>1,852,145</b> | <b>1,852,145</b> |
| <b>Other Operating Expense</b> | <b>260,050</b>   | <b>260,050</b>   |

**STATE EMPLOYEES' APPEALS COMMISSION**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>142,482</b> | <b>142,482</b> |
| <b>Other Operating Expense</b> | <b>6,800</b>   | <b>6,800</b>   |

**FOR THE INFORMATION TECHNOLOGY OVERSIGHT COMMISSION**

|                                |          |          |
|--------------------------------|----------|----------|
| <b>Other Operating Expense</b> | <b>1</b> | <b>1</b> |
|--------------------------------|----------|----------|

|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>FOR THE COMMISSION ON PUBLIC RECORDS</b>          |                                       |                                       |                                   |
| 2  | <b>Personal Services</b>                             | <b>1,273,099</b>                      | <b>1,273,099</b>                      |                                   |
| 3  | <b>Other Operating Expense</b>                       | <b>176,905</b>                        | <b>176,905</b>                        |                                   |
| 4  |  |                                       |                                       |                                   |
| 5  | <b>FOR THE OFFICE OF THE PUBLIC ACCESS COUNSELOR</b> |                                       |                                       |                                   |
| 6  | <b>Personal Services</b>                             | <b>139,524</b>                        | <b>139,524</b>                        |                                   |
| 7  | <b>Other Operating Expense</b>                       | <b>12,689</b>                         | <b>12,689</b>                         |                                   |
| 8  |  |                                       |                                       |                                   |
| 9  | <b>G. OTHER</b>                                      |                                       |                                       |                                   |
| 10 |  |                                       |                                       |                                   |
| 11 | <b>FOR THE COMMISSION ON UNIFORM STATE LAWS</b>      |                                       |                                       |                                   |
| 12 | <b>Total Operating Expense</b>                       | <b>45,400</b>                         | <b>45,400</b>                         |                                   |
| 13 |  |                                       |                                       |                                   |
| 14 | <b>FOR THE STATE ETHICS COMMISSION</b>               |                                       |                                       |                                   |
| 15 | <b>Personal Services</b>                             | <b>224,680</b>                        | <b>224,680</b>                        |                                   |
| 16 | <b>Other Operating Expense</b>                       | <b>30,869</b>                         | <b>30,869</b>                         |                                   |
| 17 |  |                                       |                                       |                                   |
| 18 | <b>FOR THE SECRETARY OF STATE</b>                    |                                       |                                       |                                   |
| 19 | <b>ELECTION DIVISION</b>                             |                                       |                                       |                                   |
| 20 | <b>Personal Services</b>                             | <b>538,951</b>                        | <b>538,951</b>                        |                                   |
| 21 | <b>Other Operating Expense</b>                       | <b>255,620</b>                        | <b>186,620</b>                        |                                   |
| 22 | <b>NATIONAL VOTER REGISTRATION PROGRAM</b>           |                                       |                                       |                                   |
| 23 | <b>Personal Services</b>                             | <b>89,208</b>                         | <b>89,208</b>                         |                                   |
| 24 | <b>Other Operating Expense</b>                       | <b>227,400</b>                        | <b>32,400</b>                         |                                   |
| 25 |  |                                       |                                       |                                   |
| 26 | <b>SECTION 4. [EFFECTIVE JULY 1, 2003]</b>           |                                       |                                       |                                   |
| 27 |  |                                       |                                       |                                   |
| 28 | <b>PUBLIC SAFETY</b>                                 |                                       |                                       |                                   |
| 29 |  |                                       |                                       |                                   |
| 30 | <b>A. CORRECTION</b>                                 |                                       |                                       |                                   |
| 31 |  |                                       |                                       |                                   |
| 32 | <b>FOR THE DEPARTMENT OF CORRECTION</b>              |                                       |                                       |                                   |
| 33 | <b>CENTRAL OFFICE</b>                                |                                       |                                       |                                   |
| 34 | <b>Personal Services</b>                             | <b>8,832,661</b>                      | <b>8,832,661</b>                      |                                   |
| 35 | <b>Other Operating Expense</b>                       | <b>2,371,304</b>                      | <b>2,371,304</b>                      |                                   |
| 36 | <b>ESCAPEE COUNSEL AND TRIAL EXPENSE</b>             |                                       |                                       |                                   |
| 37 | <b>Other Operating Expense</b>                       | <b>200,000</b>                        | <b>200,000</b>                        |                                   |
| 38 | <b>COUNTY JAIL MISDEMEANANT HOUSING</b>              |                                       |                                       |                                   |
| 39 | <b>Total Operating Expense</b>                       | <b>4,281,101</b>                      | <b>4,281,101</b>                      |                                   |
| 40 | <b>ADULT CONTRACT BEDS</b>                           |                                       |                                       |                                   |
| 41 | <b>Total Operating Expense</b>                       | <b>10,339,126</b>                     | <b>10,339,126</b>                     |                                   |
| 42 | <b>STAFF DEVELOPMENT AND TRAINING</b>                |                                       |                                       |                                   |
| 43 | <b>Personal Services</b>                             | <b>960,160</b>                        | <b>960,160</b>                        |                                   |
| 44 | <b>Other Operating Expense</b>                       | <b>452,912</b>                        | <b>452,912</b>                        |                                   |
| 45 | <b>PAROLE DIVISION</b>                               |                                       |                                       |                                   |
| 46 | <b>Personal Services</b>                             | <b>5,345,193</b>                      | <b>5,345,193</b>                      |                                   |
| 47 | <b>Other Operating Expense</b>                       | <b>787,873</b>                        | <b>787,873</b>                        |                                   |
| 48 | <b>PAROLE BOARD</b>                                  |                                       |                                       |                                   |
| 49 | <b>Personal Services</b>                             | <b>498,489</b>                        | <b>498,489</b>                        |                                   |

|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1        Other Operating Expense   | 38,850                                | 38,850                                |                                   |
| 2 <b>INFORMATION MANAGEMENT SERVICES</b>   |                                       |                                       |                                   |
| 3        Personal Services   | 1,960,917                             | 1,960,917                             |                                   |
| 4        Other Operating Expense   | 1,942,040                             | 1,942,040                             |                                   |
| 5 <b>JUVENILE TRANSITION</b>   |                                       |                                       |                                   |
| 6        Personal Services   | 879,168                               | 879,168                               |                                   |
| 7        Other Operating Expense   | 12,491,264                            | 7,227,964                             |                                   |
| 8 <b>COMMUNITY CORRECTIONS PROGRAMS</b>  |                                       |                                       |                                   |
| 9        Total Operating Expense   |                                       |                                       | 53,650,000                        |
| 10 <b>DRUG PREVENTION AND OFFENDER TRANSITION</b>  |                                       |                                       |                                   |
| 11       Total Operating Expense   | 1,050,000                             | 1,050,000                             |                                   |
| 12   |                                       |                                       |                                   |
| 13       The above appropriation shall be used for minimum security release programs, transition |                                       |                                       |                                   |
| 14       programs, mentoring programs and supervision and assistance to adult and juvenile       |                                       |                                       |                                   |
| 15       offenders to assure the successful integration of the offender into the community       |                                       |                                       |                                   |
| 16       without incidents of recidivism.  |                                       |                                       |                                   |
| 17   |                                       |                                       |                                   |
| 18 <b>CENTRAL EMERGENCY RESPONSE</b>   |                                       |                                       |                                   |
| 19       Personal Services   | 1,062,944                             | 1,062,944                             |                                   |
| 20       Other Operating Expense   | 460,286                               | 460,286                               |                                   |
| 21 <b>MEDICAL SERVICES</b>   |                                       |                                       |                                   |
| 22       Other Operating Expense   | 27,257,311                            | 27,257,311                            |                                   |
| 23 <b>DRUG ABUSE PREVENTION</b>  |                                       |                                       |                                   |
| 24       Drug Abuse Fund (IC 11-8-2-11)  |                                       |                                       |                                   |
| 25       Personal Services   | 36,762                                | 36,762                                |                                   |
| 26       Other Operating Expense   | 72,000                                | 72,000                                |                                   |
| 27       Augmentation allowed.   |                                       |                                       |                                   |
| 28   |                                       |                                       |                                   |
| 29 <b>FOR THE STATE BUDGET AGENCY</b>  |                                       |                                       |                                   |
| 30 <b>COUNTY JAIL MAINTENANCE CONTINGENCY FUND</b>   |                                       |                                       |                                   |
| 31       Other Operating Expense   | 17,455,600                            | 17,455,600                            |                                   |
| 32       Augmentation allowed.   |                                       |                                       |                                   |
| 33   |                                       |                                       |                                   |
| 34       Disbursements from the fund shall be made for the purpose of reimbursing sheriffs       |                                       |                                       |                                   |
| 35       for the cost of incarcerating in county jails persons convicted of felonies to the      |                                       |                                       |                                   |
| 36       extent that such persons are incarcerated for more than five (5) days after the day     |                                       |                                       |                                   |
| 37       of sentencing, at the rate of \$35 per day. In addition to the per diem, the state      |                                       |                                       |                                   |
| 38       shall reimburse the sheriffs for any expenses incurred in providing medical care        |                                       |                                       |                                   |
| 39       to the convicted persons. However, if the sheriff or county receives money with respect |                                       |                                       |                                   |
| 40       to a convicted person (from a source other than the county), the per diem or medical    |                                       |                                       |                                   |
| 41       expense reimbursement with respect to the convicted person shall be reduced by the      |                                       |                                       |                                   |
| 42       amount received. A sheriff shall not be required to comply with IC 35-38-3-4(a) or      |                                       |                                       |                                   |
| 43       transport convicted persons within five (5) days after the day of sentencing if the     |                                       |                                       |                                   |
| 44       department of correction does not have the capacity to receive the convicted person.    |                                       |                                       |                                   |
| 45   |                                       |                                       |                                   |
| 46 <b>MEDICAL SERVICE PAYMENTS</b>   |                                       |                                       |                                   |
| 47       Total Operating Expense   | 25,000,000                            | 25,000,000                            |                                   |
| 48   |                                       |                                       |                                   |
| 49       These appropriations for medical service payments are made to pay for medical services  |                                       |                                       |                                   |

deemed medically necessary for committed individuals, patients and students of institutions under the jurisdiction of the department of correction, the state department of health, the division of mental health, the school for the blind, the school for the deaf, or the division of disability, aging and rehabilitative services if the services are provided outside these institutions. These appropriations may not be used for payments for medical services that are covered by IC 12-16 unless these services have been approved under IC 12-16. These appropriations shall not be used for payment for medical services which are payable from an appropriation in this act for the state department of health, the division of mental health, the school for the blind, the school for the deaf, the division of disability, aging and rehabilitative services, or the department of correction, or that are reimbursable from funds for medical assistance under IC 12-15 or from any other health care or insurance plan that provides coverage for these individuals. If these appropriations to the budget agency are insufficient to make these medical service payments, there is hereby appropriated such further sums as may be necessary.

Direct disbursements from the above contingency fund are not subject to the provisions of IC 4-13-2.

**FOR THE DEPARTMENT OF ADMINISTRATION**

**DEPARTMENT OF CORRECTION OMBUDSMAN BUREAU**

|                         |   |   |
|-------------------------|---|---|
| Total Operating Expense | 1 | 1 |
|-------------------------|---|---|

**FOR THE DEPARTMENT OF CORRECTION**

**INDIANA STATE PRISON**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 26,516,485 | 26,516,485 |
| Other Operating Expense | 6,908,959  | 6,908,959  |

**VOCATIONAL TRAINING PROGRAM**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 368,977 | 368,977 |
|-------------------------|---------|---------|

**PENDLETON CORRECTIONAL FACILITY**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 25,497,504 | 25,497,504 |
| Other Operating Expense | 6,979,555  | 6,979,555  |

**CORRECTIONAL INDUSTRIAL FACILITY**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 19,481,051 | 19,481,051 |
| Other Operating Expense | 3,318,158  | 3,318,158  |

**INDIANA WOMEN'S PRISON**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 10,618,287 | 10,618,287 |
| Other Operating Expense | 1,877,182  | 1,877,182  |

**PUTNAMVILLE CORRECTIONAL FACILITY**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 26,078,379 | 26,078,379 |
| Other Operating Expense | 5,450,472  | 5,450,472  |

**WABASH VALLEY CORRECTIONAL FACILITY**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 33,429,851 | 33,429,851 |
| Other Operating Expense | 7,919,277  | 7,919,277  |

**PLAINFIELD JUVENILE CORRECTIONAL FACILITY**

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 12,568,959 | 12,568,959 |
| Other Operating Expense | 1,850,413  | 1,850,413  |

**INDIANAPOLIS JUVENILE CORRECTIONAL FACILITY**

|                   |           |            |
|-------------------|-----------|------------|
| Personal Services | 8,750,541 | 14,703,305 |
|-------------------|-----------|------------|

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | Other Operating Expense   | 2,185,998                             | 1,727,923                             |                                   |
| 2  | <b>BRANCHVILLE CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 3  | Personal Services   | 16,335,725                            | 16,335,725                            |                                   |
| 4  | Other Operating Expense   | 2,974,213                             | 2,974,213                             |                                   |
| 5  | <b>WESTVILLE CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 6  | Personal Services   | 40,052,652                            | 40,052,652                            |                                   |
| 7  | Other Operating Expense   | 8,486,632                             | 8,486,632                             |                                   |
| 8  | <b>WESTVILLE MAXIMUM CONTROL FACILITY</b>   |                                       |                                       |                                   |
| 9  | Personal Services   | 5,210,507                             | 5,210,507                             |                                   |
| 10 | Other Operating Expense   | 598,139                               | 598,139                               |                                   |
| 11 | <b>ROCKVILLE CORRECTIONAL FACILITY FOR WOMEN</b>                                  |                                       |                                       |                                   |
| 12 | Personal Services   | 13,568,859                            | 15,490,111                            |                                   |
| 13 | Other Operating Expense   | 2,669,163                             | 2,669,163                             |                                   |
| 14 | <b>PLAINFIELD CORRECTIONAL FACILITY</b>   |                                       |                                       |                                   |
| 15 | Personal Services   | 23,243,871                            | 23,243,871                            |                                   |
| 16 | Other Operating Expense   | 5,518,732                             | 5,518,732                             |                                   |
| 17 | <b>RECEPTION AND DIAGNOSTIC CENTER</b>  |                                       |                                       |                                   |
| 18 | Personal Services   | 10,004,252                            | 10,004,252                            |                                   |
| 19 | Other Operating Expense   | 1,189,697                             | 1,189,697                             |                                   |
| 20 | <b>MIAMI CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 21 | Personal Services   | 25,275,951                            | 25,275,951                            |                                   |
| 22 | Other Operating Expense   | 4,261,736                             | 4,261,736                             |                                   |
| 23 | <b>NEW CASTLE CORRECTIONAL FACILITY</b>   |                                       |                                       |                                   |
| 24 | Personal Services   | 12,619,854                            | 12,619,854                            |                                   |
| 25 | Other Operating Expense   | 2,677,840                             | 2,677,840                             |                                   |
| 26 | <b>SOCIAL SERVICES BLOCK GRANT</b>  |                                       |                                       |                                   |
| 27 | General Fund  |                                       |                                       |                                   |
| 28 | Total Operating Expense   | 7,345,005                             | 7,345,005                             |                                   |
| 29 | Title XX - Department of Correction Fund (IC 11-10-8-6.5)                         |                                       |                                       |                                   |
| 30 | Total Operating Expense   | 1,905,450                             | 1,905,450                             |                                   |
| 31 | Augmentation allowed from Work Release Subsistence Fund and Social Services Block |                                       |                                       |                                   |
| 32 | Grant.  |                                       |                                       |                                   |
| 33 | <b>HENRYVILLE CORRECTIONAL FACILITY</b>   |                                       |                                       |                                   |
| 34 | Personal Services   | 1,841,762                             | 1,841,762                             |                                   |
| 35 | Other Operating Expense   | 363,061                               | 363,061                               |                                   |
| 36 | <b>CHAIN O' LAKES CORRECTIONAL FACILITY</b>                                       |                                       |                                       |                                   |
| 37 | Personal Services   | 1,452,400                             | 1,452,400                             |                                   |
| 38 | Other Operating Expense   | 353,500                               | 353,500                               |                                   |
| 39 | <b>MEDARYVILLE CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 40 | Personal Services   | 1,651,486                             | 1,651,486                             |                                   |
| 41 | Other Operating Expense   | 321,007                               | 321,007                               |                                   |
| 42 | <b>ATTERBURY CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 43 | Personal Services   | 1,869,441                             | 1,869,441                             |                                   |
| 44 | Other Operating Expense   | 353,839                               | 353,839                               |                                   |
| 45 | <b>MADISON CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 46 | Personal Services   | 2,892,197                             | 2,892,197                             |                                   |
| 47 | Other Operating Expense   | 472,663                               | 472,663                               |                                   |
| 48 | <b>EDINBURGH CORRECTIONAL FACILITY</b>  |                                       |                                       |                                   |
| 49 | Personal Services   | 2,548,527                             | 2,548,527                             |                                   |



at any one time. Any funds received from the sale of excess aircraft shall be deposited proportionately in the general fund, motor vehicle highway account and motor carrier regulation fund.

The above appropriations for personal services and other operating expense include funds to continue the state police minority recruiting program. In addition to any funds that may be expended for accident reporting from the "accident report account" under IC 9-29-11-1, there are included in the appropriations for Indiana state police and motor carrier inspection such additional funds as necessary for administering accident reporting as required under IC 9-26-3.

The foregoing appropriations for the Indiana state police and motor carrier inspection include funds for the police security detail to be provided to the Indiana state fair board. However, the Indiana state fair board shall reimburse the general fund each year an amount equal to the actual cost of providing the security.

#### **ENFORCEMENT AID FUND**

##### **General Fund**

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 81,375 | 81,375 |
|-------------------------|--------|--------|

##### **Motor Vehicle Highway Account (IC 8-14-1)**

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 81,375 | 81,375 |
|-------------------------|--------|--------|

The above appropriations to the enforcement aid fund are to meet unforeseen emergencies of a confidential nature. They are to be expended under the direction of the superintendent and to be accounted for solely on the superintendent's certificate.

#### **PENSION FUND**

##### **General Fund**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 3,771,806 | 3,771,806 |
|-------------------------|-----------|-----------|

##### **Motor Vehicle Highway Account (IC 8-14-1)**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 3,771,806 | 3,771,806 |
|-------------------------|-----------|-----------|

The above appropriations shall be paid into the state police pension fund provided for in IC 10-1-2 in twelve (12) equal installments on or before July 30 and on or before the 30th of each succeeding month thereafter.

#### **BENEFIT FUND**

##### **General Fund**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 1,472,717 | 1,472,717 |
|-------------------------|-----------|-----------|

Augmentation allowed.

##### **Motor Vehicle Highway Account (IC 8-14-1)**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 1,472,717 | 1,472,717 |
|-------------------------|-----------|-----------|

Augmentation allowed.

All benefits that accrue to members shall be paid by the auditor of state on the basis of claims filed and approved by the trustees of the state police pension and benefit funds created by IC 10-1-2.

**SUPPLEMENTAL PENSION**

**General Fund**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,650,000</b> | <b>1,650,000</b> |
| <b>Augmentation allowed.</b>   |                  |                  |

**Motor Vehicle Highway Account (IC 8-14-1)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,650,000</b> | <b>1,650,000</b> |
| <b>Augmentation allowed.</b>   |                  |                  |

If the above appropriations for supplemental pension for any one (1) year are greater than the amount actually required under the provisions of IC 10-1-2.6, then the excess shall be returned proportionately to the funds from which the appropriations were made. If the amount actually required under IC 10-1-2.6 is greater than the above appropriations, then, with the approval of the governor and the budget agency, those sums may be augmented from the general fund and the motor vehicle highway account.

**ACCIDENT REPORTING**

**Accident Report Account (IC 9-29-11-1)**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Other Operating Expense</b> | <b>93,000</b> | <b>93,000</b> |
| <b>Augmentation allowed.</b>   |               |               |

**FOR THE ADJUTANT GENERAL**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>7,295,411</b> | <b>7,295,411</b> |
| <b>Other Operating Expense</b> | <b>3,212,394</b> | <b>3,212,394</b> |

**NAVAL FORCES**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>152,029</b> | <b>152,029</b> |
| <b>Other Operating Expense</b> | <b>62,763</b>  | <b>62,763</b>  |

**DISABLED SOLDIERS' PENSION**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Other Operating Expense</b> | <b>16,167</b> | <b>16,740</b> |
|--------------------------------|---------------|---------------|

**GOVERNOR'S CIVIL AND MILITARY CONTINGENCY FUND**

|                                |  |                |
|--------------------------------|--|----------------|
| <b>Total Operating Expense</b> |  | <b>720,000</b> |
|--------------------------------|--|----------------|

The above appropriations for the adjutant general governor's civil and military contingency fund are made under IC 10-2-7-1.

**FOR THE CRIMINAL JUSTICE INSTITUTE**

**ADMINISTRATIVE MATCH**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>449,455</b> | <b>449,455</b> |
|--------------------------------|----------------|----------------|

**DRUG ENFORCEMENT MATCH**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>660,609</b> | <b>660,609</b> |
|--------------------------------|----------------|----------------|

**VICTIM AND WITNESS ASSISTANCE**

**Victim and Witness Assistance Fund (IC 5-2-6-14)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>603,196</b> | <b>603,196</b> |
| <b>Augmentation allowed.</b>   |                |                |

**ALCOHOL AND DRUG COUNTERMEASURES**

**Alcohol and Drug Countermeasures Fund (IC 9-27-2-11)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>527,100</b> | <b>527,100</b> |
| <b>Augmentation allowed.</b>   |                |                |



**STATE DRUG FREE COMMUNITIES**

**State Drug Free Communities Fund (IC 5-2-10-2)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>511,325</b> | <b>511,325</b> |
|--------------------------------|----------------|----------------|

**Augmentation allowed.**

**INDIANA SAFE SCHOOLS**

**General Fund**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>3,749,500</b> | <b>3,749,500</b> |
|--------------------------------|------------------|------------------|

**Indiana Safe Schools Fund (IC 5-2-10.1-2)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>400,500</b> | <b>400,500</b> |
|--------------------------------|----------------|----------------|

**Augmentation allowed from Indiana Safe Schools Fund.**

Of the above appropriations for the Indiana safe schools program, \$3,400,000 is appropriated annually to provide grants to school corporations for school safe haven programs, emergency preparedness programs, and school safety programs, and \$750,000 is appropriated annually for use in providing training to school safety specialists.

**OFFICE OF TRAFFIC SAFETY**

**Motor Vehicle Highway Account (IC 8-14-1)**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>2,857,791</b> | <b>2,857,791</b> |
|--------------------------|------------------|------------------|

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Other Operating Expense</b> | <b>8,323,460</b> | <b>8,323,460</b> |
|--------------------------------|------------------|------------------|

**Augmentation allowed.**

The above appropriation for the office of traffic safety is from the motor vehicle highway account and may be used to fund traffic safety projects that are included in a current highway safety plan approved by the governor and the budget agency. The department shall apply to the national highway traffic safety administration for reimbursement of all eligible project costs. Any federal reimbursement received by the department for the highway safety plan shall be deposited into the motor vehicle highway account.

**PROJECT IMPACT**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>200,000</b> | <b>200,000</b> |
|--------------------------------|----------------|----------------|

**VICTIMS OF VIOLENT CRIME ADMINISTRATION**

**Violent Crime Victims Compensation Fund (IC 5-2-6.1-40)**

|                          |               |               |
|--------------------------|---------------|---------------|
| <b>Personal Services</b> | <b>98,365</b> | <b>98,365</b> |
|--------------------------|---------------|---------------|

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Other Operating Expense</b> | <b>2,361,673</b> | <b>2,361,673</b> |
|--------------------------------|------------------|------------------|

**Augmentation allowed.**

**FOR THE CORONERS' TRAINING BOARD**

**Coroners' Training and Continuing Education Fund (IC 4-23-6.5-8)**

|                          |                |                |
|--------------------------|----------------|----------------|
| <b>Personal Services</b> | <b>200,168</b> | <b>200,168</b> |
|--------------------------|----------------|----------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>325,780</b> | <b>325,780</b> |
|--------------------------------|----------------|----------------|

**Augmentation allowed.**

**FOR THE INDIANA DEPARTMENT OF GAMING RESEARCH**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>300,000</b> | <b>300,000</b> |
|--------------------------------|----------------|----------------|

**FOR THE LAW ENFORCEMENT TRAINING ACADEMY**

**From the General Fund**

|    |  |            |            |
|----|--|------------|------------|
| 1  | 1,595,111  | 1,595,111  |            |
| 2  | From the Law Enforcement Training Fund (IC 5-2-1-13(b))                      |            |            |
| 3  | 2,691,261  | 2,691,261  |            |
| 4  | Augmentation allowed from Law Enforcement Training Fund.                     |            |            |
| 5  |  |            |            |
| 6  | The amounts specified from the General Fund and the Law Enforcement Training |            |            |
| 7  | Fund are for the following purposes:   |            |            |
| 8  |  |            |            |
| 9  | Personal Services  | 2,881,221  | 2,881,221  |
| 10 | Other Operating Expense  | 1,405,151  | 1,405,151  |
| 11 |  |            |            |
| 12 | <b>C. REGULATORY AND LICENSING</b>   |            |            |
| 13 |  |            |            |
| 14 | <b>FOR THE BUREAU OF MOTOR VEHICLES</b>                                      |            |            |
| 15 | Motor Vehicle Highway Account (IC 8-14-1)                                    |            |            |
| 16 | Personal Services  | 17,497,609 | 17,497,609 |
| 17 | Other Operating Expense  | 20,458,559 | 20,458,559 |
| 18 | Augmentation allowed.  |            |            |
| 19 | <b>LICENSE PLATES</b>  |            |            |
| 20 | Motor Vehicle Highway Account (IC 8-14-1)                                    |            |            |
| 21 | Total Operating Expense  | 5,500,000  | 5,500,000  |
| 22 | Augmentation allowed.  |            |            |
| 23 | <b>DEALER INVESTIGATOR EXPENSES</b>  |            |            |
| 24 | Motor Vehicle Odometer Fund (IC 9-29-1-5)                                    |            |            |
| 25 | Total Operating Expense  | 268,600    | 268,600    |
| 26 | Augmentation allowed.  |            |            |
| 27 | <b>FINANCIAL RESPONSIBILITY COMPLIANCE VERIFICATION</b>                      |            |            |
| 28 | Financial Responsibility Compliance Verification Fund (IC 9-25-9-7)          |            |            |
| 29 | Total Operating Expense  | 9,047,369  | 9,047,369  |
| 30 | Augmentation allowed.  |            |            |
| 31 | <b>ABANDONED VEHICLES</b>  |            |            |
| 32 | Abandoned Vehicle Fund (IC 9-22-1-28)  |            |            |
| 33 | Total Operating Expense  | 37,000     | 37,000     |
| 34 | Augmentation allowed.  |            |            |
| 35 | <b>STATE MOTOR VEHICLE TECHNOLOGY</b>  |            |            |
| 36 | State Motor Vehicle Technology Fund (IC 9-29-16)                             |            |            |
| 37 | Total Operating Expense  | 5,203,029  | 5,203,029  |
| 38 | Augmentation allowed.  |            |            |
| 39 |  |            |            |
| 40 | <b>FOR THE DEPARTMENT OF LABOR</b>   |            |            |
| 41 | Personal Services  | 962,734    | 962,734    |
| 42 | Other Operating Expense  | 90,400     | 90,400     |
| 43 | <b>INDUSTRIAL HYGIENE</b>  |            |            |
| 44 | Personal Services  | 1,214,231  | 1,214,231  |
| 45 | Other Operating Expense  | 131,400    | 131,400    |
| 46 | <b>BUREAU OF MINES AND MINING</b>  |            |            |
| 47 | Personal Services  | 116,646    | 116,646    |
| 48 | Other Operating Expense  | 19,500     | 19,500     |
| 49 | <b>M.I.S. RESEARCH AND STATISTICS</b>  |            |            |

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | Personal Services   | 231,950                               | 231,950                               |                                   |
| 2  | Other Operating Expense   | 19,450                                | 19,450                                |                                   |
| 3  | <b>OCCUPATIONAL SAFETY AND HEALTH</b>   |                                       |                                       |                                   |
| 4  | Personal Services   | 2,243,377                             | 2,243,377                             |                                   |
| 5  | Other Operating Expense   | 247,296                               | 247,296                               |                                   |
| 6  |   |                                       |                                       |                                   |
| 7  | The above funds are appropriated to occupational safety and health, industrial hygiene,     |                                       |                                       |                                   |
| 8  | and to management information services research and statistics to provide the total         |                                       |                                       |                                   |
| 9  | program cost of the Indiana occupational safety and health plan as approved by the          |                                       |                                       |                                   |
| 10 | United States Department of Labor. Inasmuch as the state is eligible to receive             |                                       |                                       |                                   |
| 11 | from the federal government fifty percent (50%) of the state's total Indiana occupational   |                                       |                                       |                                   |
| 12 | safety and health plan program cost, it is the intention of the general assembly            |                                       |                                       |                                   |
| 13 | that the department of labor make application to the federal government for the federal     |                                       |                                       |                                   |
| 14 | share of the total program cost. Federal funds received shall be considered a reimbursement |                                       |                                       |                                   |
| 15 | of state expenditures and as such shall be deposited into the state general fund.           |                                       |                                       |                                   |
| 16 |   |                                       |                                       |                                   |
| 17 | <b>EMPLOYMENT OF YOUTH</b>  |                                       |                                       |                                   |
| 18 | Special Fund for Employment of Youth (IC 20-8.1-4-31)                                       |                                       |                                       |                                   |
| 19 | Total Operating Expense   | 74,400                                | 74,400                                |                                   |
| 20 | Augmentation allowed.   |                                       |                                       |                                   |
| 21 | <b>BUREAU OF SAFETY EDUCATION AND TRAINING</b>  |                                       |                                       |                                   |
| 22 | Special Fund for Safety and Health Consultation Services (IC 22-8-1.1-48)                   |                                       |                                       |                                   |
| 23 | Personal Services   | 809,908                               | 809,908                               |                                   |
| 24 | Other Operating Expense   | 211,500                               | 211,500                               |                                   |
| 25 | Augmentation allowed.   |                                       |                                       |                                   |
| 26 |   |                                       |                                       |                                   |
| 27 | Federal cost reimbursements for expenses attributable to the Bureau of Safety Education     |                                       |                                       |                                   |
| 28 | and Training appropriations shall be deposited into the special fund for safety and         |                                       |                                       |                                   |
| 29 | health consultation services.   |                                       |                                       |                                   |
| 30 |   |                                       |                                       |                                   |
| 31 | <b>FOR THE INSURANCE DEPARTMENT</b>   |                                       |                                       |                                   |
| 32 | From the General Fund   |                                       |                                       |                                   |
| 33 |   | 3,378,116                             | 3,378,116                             |                                   |
| 34 | From the Department of Insurance Fund (IC 27-1-3-28)  |                                       |                                       |                                   |
| 35 |   | 2,400,484                             | 2,400,484                             |                                   |
| 36 | Augmentation allowed from the Department of Insurance Fund.                                 |                                       |                                       |                                   |
| 37 |   |                                       |                                       |                                   |
| 38 | The amounts specified from the General Fund and the Department of Insurance Fund            |                                       |                                       |                                   |
| 39 | are for the following purposes:   |                                       |                                       |                                   |
| 40 |   |                                       |                                       |                                   |
| 41 | Personal Services   | 4,622,885                             | 4,622,885                             |                                   |
| 42 | Other Operating Expense   | 1,155,715                             | 1,155,715                             |                                   |
| 43 |   |                                       |                                       |                                   |
| 44 | <b>BAIL BOND DIVISION</b>   |                                       |                                       |                                   |
| 45 | Bail Bond Enforcement and Administration Fund (IC 27-10-5-1)                                |                                       |                                       |                                   |
| 46 | Personal Services   | 106,634                               | 106,634                               |                                   |
| 47 | Other Operating Expense   | 25,425                                | 25,425                                |                                   |
| 48 | Augmentation allowed.   |                                       |                                       |                                   |
| 49 | <b>PATIENTS' COMPENSATION AUTHORITY</b>   |                                       |                                       |                                   |

|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>Patients' Compensation Fund (IC 34-18-6-1)</b>  |                                       |                                       |                                   |
| 2  | <b>Personal Services</b>   | <b>817,882</b>                        | <b>817,882</b>                        |                                   |
| 3  | <b>Other Operating Expense</b>   | <b>84,012</b>                         | <b>84,012</b>                         |                                   |
| 4  | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 5  | <b>POLITICAL SUBDIVISION RISK MANAGEMENT</b>   |                                       |                                       |                                   |
| 6  | <b>Political Subdivision Risk Management Fund (IC 27-1-29-10)</b>                          |                                       |                                       |                                   |
| 7  | <b>Personal Services</b>   | <b>224,030</b>                        | <b>224,030</b>                        |                                   |
| 8  | <b>Other Operating Expense</b>   | <b>858,611</b>                        | <b>858,611</b>                        |                                   |
| 9  | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 10 | <b>MINE SUBSIDENCE INSURANCE</b>   |                                       |                                       |                                   |
| 11 | <b>Mine Subsidence Insurance Fund (IC 27-7-9-7)</b>  |                                       |                                       |                                   |
| 12 | <b>Personal Services</b>   | <b>136,980</b>                        | <b>136,980</b>                        |                                   |
| 13 | <b>Other Operating Expense</b>   | <b>211,353</b>                        | <b>211,353</b>                        |                                   |
| 14 | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 15 |  |                                       |                                       |                                   |
| 16 | <b>FOR THE ALCOHOL AND TOBACCO COMMISSION</b>  |                                       |                                       |                                   |
| 17 | <b>From the Enforcement and Administration Fund (IC 7.1-4-10-1)</b>                        |                                       |                                       |                                   |
| 18 | <b>Personal Services</b>   | <b>4,725,529</b>                      | <b>4,720,236</b>                      |                                   |
| 19 | <b>Other Operating Expense</b>   | <b>994,935</b>                        | <b>1,000,635</b>                      |                                   |
| 20 | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 21 |  |                                       |                                       |                                   |
| 22 | <b>EXCISE OFFICER TRAINING</b>   |                                       |                                       |                                   |
| 23 | <b>Excise Officer Training Fund (IC 5-2-8-8)</b>   |                                       |                                       |                                   |
| 24 | <b>Total Operating Expense</b>   | <b>7,000</b>                          | <b>7,000</b>                          |                                   |
| 25 | <b>Augmentation allowed from the Excise Officer Training Fund.</b>                         |                                       |                                       |                                   |
| 26 |  |                                       |                                       |                                   |
| 27 | <b>FOR THE DEPARTMENT OF FINANCIAL INSTITUTIONS</b>  |                                       |                                       |                                   |
| 28 | <b>Financial Institutions Fund (IC 28-11-2-9)</b>  |                                       |                                       |                                   |
| 29 | <b>Personal Services</b>   | <b>5,301,521</b>                      | <b>5,301,521</b>                      |                                   |
| 30 | <b>Other Operating Expense</b>   | <b>1,201,155</b>                      | <b>1,261,155</b>                      |                                   |
| 31 | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 32 |  |                                       |                                       |                                   |
| 33 | <b>FOR THE INDIANA LICENSING AGENCY</b>  |                                       |                                       |                                   |
| 34 | <b>Personal Services</b>   | <b>3,466,214</b>                      | <b>3,466,214</b>                      |                                   |
| 35 | <b>Other Operating Expense</b>   | <b>1,493,457</b>                      | <b>1,493,457</b>                      |                                   |
| 36 | <b>Augmentation allowed in amounts not to exceed additional revenue from fee increases</b> |                                       |                                       |                                   |
| 37 | <b>enacted or implemented after January 1, 2003.</b>                                       |                                       |                                       |                                   |
| 38 |  |                                       |                                       |                                   |
| 39 | <b>EMBALMERS AND FUNERAL DIRECTORS EDUCATION</b>   |                                       |                                       |                                   |
| 40 | <b>Embalmers and Funeral Directors Education Fund (IC 25-15-9-13)</b>                      |                                       |                                       |                                   |
| 41 | <b>Total Operating Expense</b>   | <b>5,000</b>                          | <b>5,000</b>                          |                                   |
| 42 | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 43 |  |                                       |                                       |                                   |
| 44 | <b>FOR THE DEPARTMENT OF FIRE AND BUILDING SERVICES</b>                                    |                                       |                                       |                                   |
| 45 | <b>Fire and Building Services Fund (IC 22-12-6-1)</b>                                      |                                       |                                       |                                   |
| 46 | <b>Personal Services</b>   | <b>7,899,059</b>                      | <b>7,899,059</b>                      |                                   |
| 47 | <b>Other Operating Expense</b>   | <b>1,697,527</b>                      | <b>1,697,527</b>                      |                                   |
| 48 | <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 49 |  |                                       |                                       |                                   |

**FOR THE PUBLIC SAFETY TRAINING INSTITUTE**

**Fire and Building Services Fund (IC 22-12-6-1)**

|                          |                |                |
|--------------------------|----------------|----------------|
| <b>Personal Services</b> | <b>910,510</b> | <b>910,510</b> |
|--------------------------|----------------|----------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>465,195</b> | <b>465,195</b> |
|--------------------------------|----------------|----------------|

**Augmentation allowed.**

**FOR THE CIVIL RIGHTS COMMISSION**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>2,093,676</b> | <b>2,093,676</b> |
|--------------------------|------------------|------------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>225,482</b> | <b>225,482</b> |
|--------------------------------|----------------|----------------|

It is the intention of the general assembly that the civil rights commission shall apply to the federal government for funding based upon the processing of employment and housing discrimination complaints by the civil rights commission. Such federal funds received by the state shall be considered as a reimbursement of state expenditures and shall be deposited into the state general fund.

**FOR THE UTILITY CONSUMER COUNSELOR**

**Public Utility Fund (IC 8-1-6-1)**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>3,480,922</b> | <b>3,478,335</b> |
|--------------------------|------------------|------------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>518,079</b> | <b>518,079</b> |
|--------------------------------|----------------|----------------|

**Augmentation allowed.**

**EXPERT WITNESS FEES AND AUDIT**

**Public Utility Fund (IC 8-1-6-1)**

|                                |  |                  |
|--------------------------------|--|------------------|
| <b>Total Operating Expense</b> |  | <b>1,550,000</b> |
|--------------------------------|--|------------------|

**Augmentation allowed.**

**FOR THE UTILITY REGULATORY COMMISSION**

**Public Utility Fund (IC 8-1-6-1)**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>4,889,510</b> | <b>4,889,510</b> |
|--------------------------|------------------|------------------|

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Other Operating Expense</b> | <b>1,827,094</b> | <b>1,827,094</b> |
|--------------------------------|------------------|------------------|

**Augmentation allowed.**

**FOR THE WORKERS' COMPENSATION BOARD**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>1,695,469</b> | <b>1,695,469</b> |
|--------------------------|------------------|------------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>128,141</b> | <b>128,141</b> |
|--------------------------------|----------------|----------------|

**FOR THE STATE BOARD OF ANIMAL HEALTH**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>3,388,942</b> | <b>3,388,942</b> |
|--------------------------|------------------|------------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>684,468</b> | <b>684,468</b> |
|--------------------------------|----------------|----------------|

**INDEMNITY FUND**

|                                |  |               |
|--------------------------------|--|---------------|
| <b>Total Operating Expense</b> |  | <b>49,430</b> |
|--------------------------------|--|---------------|

**Augmentation allowed.**

**MEAT & POULTRY INSPECTION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,690,926</b> | <b>1,690,926</b> |
|--------------------------------|------------------|------------------|

**FOR THE EMERGENCY MANAGEMENT AGENCY**

|                          |                  |                  |
|--------------------------|------------------|------------------|
| <b>Personal Services</b> | <b>1,348,773</b> | <b>1,348,773</b> |
|--------------------------|------------------|------------------|

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Other Operating Expense</b> | <b>321,521</b> | <b>321,521</b> |
|--------------------------------|----------------|----------------|

|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>1 EMERGENCY MANAGEMENT AGENCY CONTINGENCY FUND</b>  |                                       |                                       |                                   |
| <b>2 Total Operating Expense</b>   | <b>250,000</b>                        | <b>250,000</b>                        |                                   |
| <b>3 DIRECTION CONTROL AND WARNING</b>   |                                       |                                       |                                   |
| <b>4 Total Operating Expense</b>   | <b>31,750</b>                         | <b>31,750</b>                         |                                   |
| <b>5 HAZARD MITIGATION ASSISTANCE PROGRAM</b>  |                                       |                                       |                                   |
| <b>6 Total Operating Expense</b>   | <b>1</b>                              | <b>1</b>                              |                                   |
| <b>7 Augmentation allowed.</b>   |                                       |                                       |                                   |
| <b>8 INDIVIDUAL AND FAMILY ASSISTANCE</b>  |                                       |                                       |                                   |
| <b>9 Total Operating Expense</b>   | <b>1</b>                              | <b>1</b>                              |                                   |
| <b>10 Augmentation allowed.</b>  |                                       |                                       |                                   |
| <b>11 PUBLIC ASSISTANCE</b>  |                                       |                                       |                                   |
| <b>12 Total Operating Expense</b>  | <b>1</b>                              | <b>1</b>                              |                                   |
| <b>13 Augmentation allowed.</b>  |                                       |                                       |                                   |
| <b>14</b>  |                                       |                                       |                                   |
| <b>15 The above appropriations for the emergency management agency represent the total</b>     |                                       |                                       |                                   |
| <b>16 program cost for civil defense and for emergency medical services for each fiscal</b>    |                                       |                                       |                                   |
| <b>17 year. It is the intent of the general assembly that the emergency management agency</b>  |                                       |                                       |                                   |
| <b>18 apply to the Federal Emergency Management Agency for all federal reimbursement funds</b> |                                       |                                       |                                   |
| <b>19 for which Indiana is eligible. All funds received shall be deposited into the state</b>  |                                       |                                       |                                   |
| <b>20 general fund.</b>  |                                       |                                       |                                   |
| <b>21</b>  |                                       |                                       |                                   |
| <b>22 The above appropriations for the emergency management agency contingency fund are</b>    |                                       |                                       |                                   |
| <b>23 made to the contingency fund under IC 10-4-1-22. The above appropriations shall be</b>   |                                       |                                       |                                   |
| <b>24 in addition to any unexpended balances in the fund as of June 30, 2003.</b>              |                                       |                                       |                                   |
| <b>25</b>  |                                       |                                       |                                   |
| <b>26 SECTION 5. [EFFECTIVE JULY 1, 2003]</b>  |                                       |                                       |                                   |
| <b>27</b>  |                                       |                                       |                                   |
| <b>28 CONSERVATION AND ENVIRONMENT</b>   |                                       |                                       |                                   |
| <b>29</b>  |                                       |                                       |                                   |
| <b>30 A. NATURAL RESOURCES</b>   |                                       |                                       |                                   |
| <b>31</b>  |                                       |                                       |                                   |
| <b>32 FOR THE DEPARTMENT OF NATURAL RESOURCES - ADMINISTRATION</b>                             |                                       |                                       |                                   |
| <b>33 Personal Services</b>  | <b>4,456,981</b>                      | <b>4,456,981</b>                      |                                   |
| <b>34 Other Operating Expense</b>  | <b>834,145</b>                        | <b>834,145</b>                        |                                   |
| <b>35 LEGISLATORS' TREES</b>   |                                       |                                       |                                   |
| <b>36 Total Operating Expense</b>  |                                       |                                       | <b>1</b>                          |
| <b>37 ENTOMOLOGY AND PLANT PATHOLOGY DIVISION</b>  |                                       |                                       |                                   |
| <b>38 Personal Services</b>  | <b>675,182</b>                        | <b>675,182</b>                        |                                   |
| <b>39 Other Operating Expense</b>  | <b>182,947</b>                        | <b>182,947</b>                        |                                   |
| <b>40 ENTOMOLOGY AND PLANT PATHOLOGY FUND (IC 14-24-10-3)</b>                                  |                                       |                                       |                                   |
| <b>41 Total Operating Expense</b>  |                                       |                                       | <b>5,760</b>                      |
| <b>42 Augmentation allowed.</b>  |                                       |                                       |                                   |
| <b>43 ENGINEERING DIVISION</b>   |                                       |                                       |                                   |
| <b>44 Personal Services</b>  | <b>1,611,070</b>                      | <b>1,611,070</b>                      |                                   |
| <b>45 Other Operating Expense</b>  | <b>71,351</b>                         | <b>71,351</b>                         |                                   |
| <b>46 STATE MUSEUM</b>   |                                       |                                       |                                   |
| <b>47 Personal Services</b>  | <b>4,453,135</b>                      | <b>4,453,135</b>                      |                                   |
| <b>48 Other Operating Expense</b>  | <b>2,981,338</b>                      | <b>2,981,338</b>                      |                                   |
| <b>49 HISTORIC PRESERVATION DIVISION</b>   |                                       |                                       |                                   |

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | Personal Services   | 883,344                               | 883,344                               |                                   |
| 2  | Other Operating Expense   | 41,125                                | 41,125                                |                                   |
| 3  | <b>STATE HISTORIC SITES</b>   |                                       |                                       |                                   |
| 4  | Personal Services   | 2,042,542                             | 2,042,542                             |                                   |
| 5  | Other Operating Expense   | 425,515                               | 425,515                               |                                   |
| 6  |   |                                       |                                       |                                   |
| 7  | From the above appropriations, \$75,000 in each state fiscal year shall be used for       |                                       |                                       |                                   |
| 8  | the Grissom Museum.   |                                       |                                       |                                   |
| 9  |   |                                       |                                       |                                   |
| 10 | <b>OUTDOOR RECREATION DIVISION</b>  |                                       |                                       |                                   |
| 11 | Personal Services   | 706,124                               | 706,124                               |                                   |
| 12 | Other Operating Expense   | 52,400                                | 52,400                                |                                   |
| 13 | <b>NATURE PRESERVES DIVISION</b>  |                                       |                                       |                                   |
| 14 | Personal Services   | 786,478                               | 786,478                               |                                   |
| 15 | Other Operating Expense   | 52,064                                | 52,064                                |                                   |
| 16 | <b>DEPARTMENT OF NATURAL RESOURCES FINANCIAL MANAGEMENT</b>                               |                                       |                                       |                                   |
| 17 | Personal Services   | 118,256                               | 118,256                               |                                   |
| 18 | Other Operating Expense   | 48,168                                | 48,168                                |                                   |
| 19 | <b>WATER DIVISION</b>   |                                       |                                       |                                   |
| 20 | Personal Services   | 4,601,271                             | 4,601,271                             |                                   |
| 21 | Other Operating Expense   | 677,484                               | 677,484                               |                                   |
| 22 |   |                                       |                                       |                                   |
| 23 | All revenues accruing from state and local units of government and from private utilities |                                       |                                       |                                   |
| 24 | and industrial concerns as a result of water resources study projects, and as a result    |                                       |                                       |                                   |
| 25 | of topographic and other mapping projects, shall be deposited into the state general      |                                       |                                       |                                   |
| 26 | fund, and such receipts are hereby appropriated, in addition to the foregoing amounts,    |                                       |                                       |                                   |
| 27 | for water resources studies.  |                                       |                                       |                                   |
| 28 |   |                                       |                                       |                                   |
| 29 | <b>GREAT LAKES COMMISSION</b>   |                                       |                                       |                                   |
| 30 | Other Operating Expense   | 61,000                                | 61,000                                |                                   |
| 31 | <b>DEER RESEARCH AND MANAGEMENT</b>   |                                       |                                       |                                   |
| 32 | Deer Research and Management Fund (IC 14-22-5-2)  |                                       |                                       |                                   |
| 33 | Total Operating Expense   | 174,000                               | 174,000                               |                                   |
| 34 | Augmentation allowed.   |                                       |                                       |                                   |
| 35 | <b>OIL AND GAS DIVISION</b>   |                                       |                                       |                                   |
| 36 | From the General Fund   |                                       |                                       |                                   |
| 37 |   | 592,283                               | 592,283                               |                                   |
| 38 | From the Oil and Gas Fund (IC 6-8-1-27)   |                                       |                                       |                                   |
| 39 |   | 614,189                               | 614,189                               |                                   |
| 40 | Augmentation allowed from Oil and Gas Fund.   |                                       |                                       |                                   |
| 41 |   |                                       |                                       |                                   |
| 42 | The amounts specified from the General Fund and the Oil and Gas Fund are for the          |                                       |                                       |                                   |
| 43 | following purposes:   |                                       |                                       |                                   |
| 44 |   |                                       |                                       |                                   |
| 45 | Personal Services   | 919,422                               | 919,422                               |                                   |
| 46 | Other Operating Expense   | 287,050                               | 287,050                               |                                   |
| 47 |   |                                       |                                       |                                   |
| 48 | <b>STATE PARKS DIVISION</b>   |                                       |                                       |                                   |
| 49 | From the General Fund   |                                       |                                       |                                   |

1                               3,845,734    3,845,734  
2       From the State Parks Special Revenue Fund (IC 14-19-4-2)  
3                               14,422,934   14,422,934  
4       Augmentation allowed from State Parks Special Revenue Fund.

5  
6       The amounts specified from the General Fund and the State Parks Special Revenue Fund  
7       are for the following purposes:

8  
9               Personal Services                               13,860,926       13,860,926  
10              Other Operating Expense                       4,407,742       4,407,742

11  
12       SNOWMOBILE/OFFROAD VEHICLE LICENSING  
13       Snowmobile/Offroad Licensing Fund (IC 14-16-2-8)  
14       Total Operating Expense                               139,908       139,908  
15       Augmentation allowed.

16       LAW ENFORCEMENT DIVISION  
17       From the General Fund  
18                       9,259,433    9,351,852  
19       From the Fish and Wildlife Fund (IC 14-22-3-2)  
20                       10,765,810   10,889,931  
21       Augmentation allowed from the Fish and Wildlife Fund.

22  
23       The amounts specified from the General Fund and the Fish and Wildlife Fund are for  
24       the following purposes:

25  
26               Personal Services                               16,433,728       16,420,482  
27              Other Operating Expense                       3,591,515       3,821,301

28  
29       FISH AND WILDLIFE DIVISION  
30       Fish and Wildlife Fund (IC 14-22-3-2)  
31               Personal Services                               11,696,166       11,696,166  
32              Other Operating Expense                       4,056,937       4,056,937  
33       Augmentation allowed.

34       FORESTRY DIVISION  
35       From the General Fund  
36                       482,925       482,925  
37       From the Division of Forestry Fund (IC 14-23-3-2)  
38                       8,890,840    8,890,840  
39       Augmentation allowed from the Division of Forestry Fund.

40  
41       The amounts specified from the General Fund and the Division of Forestry Fund are  
42       for the following purposes:

43  
44               Personal Services                               7,757,173       7,757,173  
45              Other Operating Expense                       1,616,592       1,616,592

46  
47       All money expended by the division of forestry of the department of natural resources  
48       for the detention and suppression of forest, grassland, and wasteland fires shall  
49       be through the enforcement division of the department, and the employment with such



money of all personnel, with the exception of emergency labor, shall be in accordance with IC 14-9-8.

#### RESERVOIR MANAGEMENT DIVISION

From the General Fund

|           |           |
|-----------|-----------|
| 2,208,808 | 2,208,808 |
|-----------|-----------|

From the Reservoir Special Revenue Fund (IC 14-19-5-2)

|           |           |
|-----------|-----------|
| 6,121,343 | 6,121,343 |
|-----------|-----------|

Augmentation allowed from the Reservoir Special Revenue Fund.

The amounts specified from the General Fund and the Reservoir Special Revenue Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 6,583,687 | 6,583,687 |
| Other Operating Expense | 1,746,464 | 1,746,464 |

#### RECLAMATION DIVISION

From the General Fund

|        |        |
|--------|--------|
| 34,992 | 34,992 |
|--------|--------|

From the Natural Resources Reclamation Fund (IC 14-34-14-2)

|           |           |
|-----------|-----------|
| 4,930,523 | 4,930,523 |
|-----------|-----------|

Augmentation allowed from the Natural Resources Reclamation Fund.

The amounts specified from the General Fund and the Natural Resources Reclamation Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 4,284,896 | 4,284,896 |
| Other Operating Expense | 680,619   | 680,619   |

In addition to any of the foregoing appropriations for the department of natural resources, any federal funds received by the state of Indiana for support of approved outdoor recreation projects for planning, acquisition, and development under the provisions of the federal Land and Water Conservation Fund Act, P.L.88-578, are appropriated for the uses and purposes for which the funds were paid to the state, and shall be distributed by the department of natural resources to state agencies and other governmental units in accordance with the provisions under which the funds were received.

#### SOIL CONSERVATION DIVISION - T BY 2000

Cigarette Tax Fund (IC 6-7-1-29.1)

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 3,652,092 | 3,652,092 |
| Other Operating Expense | 2,043,828 | 2,043,828 |

Augmentation allowed.

#### LAKE AND RIVER ENHANCEMENT

Lake and River Enhancement Fund (IC 6-6-11-12.5)

|                         |           |
|-------------------------|-----------|
| Total Operating Expense | 2,200,000 |
|-------------------------|-----------|

Augmentation allowed.

#### B. OTHER NATURAL RESOURCES

**FOR THE WORLD WAR MEMORIAL COMMISSION**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>677,754</b> | <b>677,754</b> |
| <b>Other Operating Expense</b> | <b>174,327</b> | <b>174,327</b> |

All revenues received as rent for space in the buildings located at 777 North Meridian Street and 700 North Pennsylvania Street, in the city of Indianapolis, that exceed the costs of operation and maintenance of the space rented, shall be paid into the general fund. The American Legion shall provide for the complete maintenance of the interior of these buildings.

**FOR THE WHITE RIVER PARK COMMISSION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,336,699</b> | <b>1,336,699</b> |
|--------------------------------|------------------|------------------|

**FOR THE ST. JOSEPH RIVER BASIN COMMISSION**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>70,029</b> | <b>70,029</b> |
|--------------------------------|---------------|---------------|

**FOR THE MAUMEE RIVER BASIN COMMISSION**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>75,000</b> | <b>75,000</b> |
|--------------------------------|---------------|---------------|

**C. ENVIRONMENTAL MANAGEMENT**

**FOR THE DEPARTMENT OF ENVIRONMENTAL MANAGEMENT  
ADMINISTRATION**

From the General Fund

|                  |                  |
|------------------|------------------|
| <b>4,350,539</b> | <b>4,350,539</b> |
|------------------|------------------|

From the State Solid Waste Management Fund (IC 13-20-22-2)

|                |                |
|----------------|----------------|
| <b>197,971</b> | <b>197,971</b> |
|----------------|----------------|

From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

|                |                |
|----------------|----------------|
| <b>700,306</b> | <b>700,306</b> |
|----------------|----------------|

From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

|                |                |
|----------------|----------------|
| <b>951,633</b> | <b>951,633</b> |
|----------------|----------------|

From the Environmental Management Special Fund (IC 13-14-12-1)

|                |                |
|----------------|----------------|
| <b>140,553</b> | <b>140,553</b> |
|----------------|----------------|

From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)

|                |                |
|----------------|----------------|
| <b>351,937</b> | <b>351,937</b> |
|----------------|----------------|

From the Asbestos Trust Fund (IC 13-17-6-3)

|               |               |
|---------------|---------------|
| <b>48,579</b> | <b>48,579</b> |
|---------------|---------------|

From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)

|               |               |
|---------------|---------------|
| <b>73,591</b> | <b>73,591</b> |
|---------------|---------------|

From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)

|                  |                  |
|------------------|------------------|
| <b>1,396,584</b> | <b>1,396,584</b> |
|------------------|------------------|

Augmentation allowed from the State Solid Waste Management Fund, Title V Operating Permit Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the General Fund, the State Solid Waste Management Fund,

the Title V Operating Permit Trust Fund, the Environmental Management Permit Operation Fund, Environmental Management Special Fund, the Hazardous Substances Response Trust Fund, the Asbestos Trust Fund, the Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 5,652,772 | 5,652,772 |
| Other Operating Expense | 2,558,921 | 2,558,921 |

#### LABORATORY CONTRACTS

##### General Fund

|         |         |
|---------|---------|
| 830,670 | 830,670 |
|---------|---------|

##### Environmental Management Special Fund (IC 13-14-12-1)

|         |         |
|---------|---------|
| 445,211 | 445,211 |
|---------|---------|

##### Hazardous Substances Response Trust Fund (IC 13-25-4-1)

|           |           |
|-----------|-----------|
| 1,317,996 | 1,317,996 |
|-----------|-----------|

Augmentation allowed from the Environmental Management Special Fund and the Hazardous Substances Response Trust Fund.

The amounts specified from the General Fund, Environmental Management Special Fund, and the Hazardous Substance Response Trust Fund are for the following purpose:

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,593,877 | 2,593,877 |
|-------------------------|-----------|-----------|

#### NORTHWEST REGIONAL OFFICE

##### From the General Fund

|         |         |
|---------|---------|
| 479,911 | 479,911 |
|---------|---------|

##### From the State Solid Waste Management Fund (IC 13-20-22-2)

|       |       |
|-------|-------|
| 3,471 | 3,471 |
|-------|-------|

##### From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

|         |         |
|---------|---------|
| 416,713 | 416,713 |
|---------|---------|

##### From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

|         |         |
|---------|---------|
| 167,931 | 167,931 |
|---------|---------|

##### From the Environmental Management Special Fund (IC 13-14-12-1)

|        |        |
|--------|--------|
| 36,840 | 36,840 |
|--------|--------|

##### From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)

|       |       |
|-------|-------|
| 9,369 | 9,369 |
|-------|-------|

##### From the Asbestos Trust Fund (IC 13-17-6-3)

|        |        |
|--------|--------|
| 54,257 | 54,257 |
|--------|--------|

##### From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)

|       |       |
|-------|-------|
| 7,498 | 7,498 |
|-------|-------|

##### From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)

|        |        |
|--------|--------|
| 22,450 | 22,450 |
|--------|--------|

Augmentation allowed from the State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 1,060,531 | 1,060,531 |
| Other Operating Expense | 137,909   | 137,909   |

#### NORTHERN REGIONAL OFFICE

From the General Fund

|         |         |
|---------|---------|
| 332,772 | 332,772 |
|---------|---------|

From the State Solid Waste Management Fund (IC 13-20-22-2)

|        |        |
|--------|--------|
| 60,474 | 60,474 |
|--------|--------|

From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

|         |         |
|---------|---------|
| 321,340 | 321,340 |
|---------|---------|

From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

|         |         |
|---------|---------|
| 164,656 | 164,656 |
|---------|---------|

From the Environmental Management Special Fund (IC 13-14-12-1)

|        |        |
|--------|--------|
| 10,054 | 10,054 |
|--------|--------|

From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)

|        |        |
|--------|--------|
| 18,622 | 18,622 |
|--------|--------|

From the Asbestos Trust Fund (IC 13-17-6-3)

|       |       |
|-------|-------|
| 2,095 | 2,095 |
|-------|-------|

From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)

|       |       |
|-------|-------|
| 1,929 | 1,929 |
|-------|-------|

From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)

|        |        |
|--------|--------|
| 44,361 | 44,361 |
|--------|--------|

Augmentation allowed from the State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|                         |         |         |
|-------------------------|---------|---------|
| Personal Services       | 781,844 | 781,844 |
| Other Operating Expense | 174,459 | 174,459 |

#### SOUTHWEST REGIONAL OFFICE

From the General Fund

|         |         |
|---------|---------|
| 348,205 | 348,205 |
|---------|---------|

From the State Solid Waste Management Fund (IC 13-20-22-2)

|         |         |
|---------|---------|
| 102,876 | 102,876 |
|---------|---------|

From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

|    |  |         |  |
|----|--|---------|--|
| 1  | 138,058  | 138,058 |  |
| 2  | From the Environmental Management Permit Operation Fund (IC 13-15-11-1)                  |         |  |
| 3  | 173,892  | 173,892 |  |
| 4  | From the Environmental Management Special Fund (IC 13-14-12-1)                           |         |  |
| 5  | 33,991   | 33,991  |  |
| 6  | From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)                         |         |  |
| 7  | 18,731   | 18,731  |  |
| 8  | From the Asbestos Trust Fund (IC 13-17-6-3)  |         |  |
| 9  | 5,439  | 5,439   |  |
| 10 | From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)                    |         |  |
| 11 | 2,297  | 2,297   |  |
| 12 | From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)   |         |  |
| 13 | 44,759   | 44,759  |  |
| 14 | Augmentation allowed from the State Solid Waste Management Fund, Title V Operating       |         |  |
| 15 | Trust Fund, Environmental Management Permit Operation Fund, Environmental Management     |         |  |
| 16 | Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground |         |  |
| 17 | Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess     |         |  |
| 18 | Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only. |         |  |

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|    |                         |         |         |
|----|-------------------------|---------|---------|
| 26 | Personal Services       | 682,287 | 682,287 |
| 27 | Other Operating Expense | 185,961 | 185,961 |

#### LEGAL AFFAIRS

|    |  |         |  |
|----|--|---------|--|
| 30 | From the General Fund  |         |  |
| 31 | 780,753  | 780,753 |  |
| 32 | From the State Solid Waste Management Fund (IC 13-20-22-2)                             |         |  |
| 33 | 3,078  | 3,078   |  |
| 34 | From the Title V Operating Permit Trust Fund (IC 13-17-8-1)                            |         |  |
| 35 | 381,854  | 381,854 |  |
| 36 | From the Environmental Management Permit Operation Fund (IC 13-15-11-1)                |         |  |
| 37 | 450,629  | 450,629 |  |
| 38 | From the Environmental Management Special Fund (IC 13-14-12-1)                         |         |  |
| 39 | 27,476   | 27,476  |  |
| 40 | From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)                       |         |  |
| 41 | 16,159   | 16,159  |  |
| 42 | From the Asbestos Trust Fund (IC 13-17-6-3)  |         |  |
| 43 | 59,392   | 59,392  |  |
| 44 | From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)                  |         |  |
| 45 | 12,664   | 12,664  |  |
| 46 | From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1) |         |  |
| 47 | 10,249   | 10,249  |  |
| 48 | Augmentation allowed from the State Solid Waste Management Fund, Title V Operating     |         |  |
| 49 | Trust Fund, Environmental Management Permit Operation Fund, Environmental Management   |         |  |

Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 1,585,645 | 1,585,645 |
| Other Operating Expense | 156,609   | 156,609   |

#### ENFORCEMENT

From the General Fund

|           |           |
|-----------|-----------|
| 1,012,614 | 1,012,614 |
|-----------|-----------|

From the State Solid Waste Management Fund (IC 13-20-22-2)

|       |       |
|-------|-------|
| 3,541 | 3,541 |
|-------|-------|

From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

|         |         |
|---------|---------|
| 336,995 | 336,995 |
|---------|---------|

From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

|         |         |
|---------|---------|
| 416,176 | 416,176 |
|---------|---------|

From the Environmental Management Special Fund (IC 13-14-12-1)

|        |        |
|--------|--------|
| 31,435 | 31,435 |
|--------|--------|

From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)

|        |        |
|--------|--------|
| 18,657 | 18,657 |
|--------|--------|

From the Asbestos Trust Fund (IC 13-17-6-3)

|        |        |
|--------|--------|
| 67,946 | 67,946 |
|--------|--------|

From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)

|        |        |
|--------|--------|
| 14,489 | 14,489 |
|--------|--------|

From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)

|        |        |
|--------|--------|
| 11,729 | 11,729 |
|--------|--------|

Augmentation allowed from the State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 1,825,380 | 1,825,380 |
| Other Operating Expense | 88,202    | 88,202    |

#### INVESTIGATIONS

From the General Fund

|    |  |         |
|----|--|---------|
| 1  | 216,829  | 216,829 |
| 2  | From the State Solid Waste Management Fund (IC 13-20-22-2)                               |         |
| 3  | 1,168  | 1,168   |
| 4  | From the Title V Operating Permit Trust Fund (IC 13-17-8-1)                              |         |
| 5  | 110,936  | 110,936 |
| 6  | From the Environmental Management Permit Operation Fund (IC 13-15-11-1)                  |         |
| 7  | 137,006  | 137,006 |
| 8  | From the Environmental Management Special Fund (IC 13-14-12-1)                           |         |
| 9  | 10,346   | 10,346  |
| 10 | From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)                         |         |
| 11 | 6,141  | 6,141   |
| 12 | From the Asbestos Trust Fund (IC 13-17-6-3)  |         |
| 13 | 22,367   | 22,367  |
| 14 | From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)                    |         |
| 15 | 4,771  | 4,771   |
| 16 | From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)   |         |
| 17 | 3,863  | 3,863   |
| 18 | Augmentation allowed from the State Solid Waste Management Fund, Title V Operating       |         |
| 19 | Trust Fund, Environmental Management Permit Operation Fund, Environmental Management     |         |
| 20 | Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground |         |
| 21 | Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess     |         |
| 22 | Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only. |         |

The amounts specified from the General Fund, State Solid Waste Management Fund, Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess Liability Trust Fund are for the following purposes:

|    |                         |         |         |
|----|-------------------------|---------|---------|
| 30 | Personal Services       | 326,041 | 326,041 |
| 31 | Other Operating Expense | 187,386 | 187,386 |

#### PLANNING AND ASSESSMENT

|    |   |         |
|----|---|---------|
| 34 | From the General Fund   |         |
| 35 | 492,280   | 492,280 |
| 36 | From the State Solid Waste Management Fund (IC 13-20-22-2)              |         |
| 37 | 20,840  | 20,840  |
| 38 | From the Title V Operating Permit Trust Fund (IC 13-17-8-1)             |         |
| 39 | 64,913  | 64,913  |
| 40 | From the Environmental Management Permit Operation Fund (IC 13-15-11-1) |         |
| 41 | 80,865  | 80,865  |
| 42 | From the Environmental Management Special Fund (IC 13-14-12-1)          |         |
| 43 | 13,212  | 13,212  |
| 44 | From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)        |         |
| 45 | 34,756  | 34,756  |
| 46 | From the Asbestos Trust Fund (IC 13-17-6-3)                             |         |
| 47 | 4,503   | 4,503   |
| 48 | From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)   |         |
| 49 | 7,223   | 7,223   |

1 From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)  
2 137,077 137,077

3 Augmentation allowed from the State Solid Waste Management Fund, Title V Operating  
4 Trust Fund, Environmental Management Permit Operation Fund, Environmental Management  
5 Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground  
6 Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess  
7 Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.  
8

9 The amounts specified from the General Fund, State Solid Waste Management Fund,  
10 Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental  
11 Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust  
12 Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum  
13 Storage Tank Excess Liability Trust Fund are for the following purposes:  
14

|                            |         |         |
|----------------------------|---------|---------|
| 15 Personal Services       | 834,169 | 834,169 |
| 16 Other Operating Expense | 21,500  | 21,500  |

17  
18 **MEDIA AND COMMUNICATIONS**

19 From the General Fund

20 317,515 317,515

21 From the State Solid Waste Management Fund (IC 13-20-22-2)

22 17,833 17,833

23 From the Title V Operating Permit Trust Fund (IC 13-17-8-1)

24 55,547 55,547

25 From the Environmental Management Permit Operation Fund (IC 13-15-11-1)

26 69,197 69,197

27 From the Environmental Management Special Fund (IC 13-14-12-1)

28 11,305 11,305

29 From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)

30 29,741 29,741

31 From the Asbestos Trust Fund (IC 13-17-6-3)

32 3,853 3,853

33 From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)

34 6,181 6,181

35 From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)

36 117,299 117,299

37 Augmentation allowed from the State Solid Waste Management Fund, Title V Operating  
38 Trust Fund, Environmental Management Permit Operation Fund, Environmental Management  
39 Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust Fund, Underground  
40 Petroleum Storage Tank Trust Fund, and the Underground Petroleum Storage Tank Excess  
41 Liability Trust Fund for FY 2004 and FY 2005 employee salary and benefit increases only.  
42

43 The amounts specified from the General Fund, State Solid Waste Management Fund,  
44 Title V Operating Trust Fund, Environmental Management Permit Operation Fund, Environmental  
45 Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust  
46 Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum  
47 Storage Tank Excess Liability Trust Fund are for the following purposes:  
48

|                      |         |         |
|----------------------|---------|---------|
| 49 Personal Services | 576,171 | 576,171 |
|----------------------|---------|---------|



|    | <i>FY 2003-2004</i>  | <i>FY 2004-2005</i>  | <i>Biennial</i>      |
|----|--|----------------------|----------------------|
|    | <i>Appropriation</i>   | <i>Appropriation</i> | <i>Appropriation</i> |
| 1  | Other Operating Expense  | 52,300               | 52,300               |
| 2  |  |                      |                      |
| 3  | <b>PUBLIC POLICY AND PLANNING</b>  |                      |                      |
| 4  | From the General Fund  |                      |                      |
| 5  | 205,267  | 205,267              |                      |
| 6  | From the State Solid Waste Management Fund (IC 13-20-22-2)                             |                      |                      |
| 7  | 16,536   | 16,536               |                      |
| 8  | From the Title V Operating Permit Trust Fund (IC 13-17-8-1)                            |                      |                      |
| 9  | 51,508   | 51,508               |                      |
| 10 | From the Environmental Management Permit Operation Fund (IC 13-15-11-1)                |                      |                      |
| 11 | 64,166   | 64,166               |                      |
| 12 | From the Environmental Management Special Fund (IC 13-14-12-1)                         |                      |                      |
| 13 | 10,484   | 10,484               |                      |
| 14 | From the Hazardous Substances Response Trust Fund (IC 13-25-4-1)                       |                      |                      |
| 15 | 27,579   | 27,579               |                      |
| 16 | From the Asbestos Trust Fund (IC 13-17-6-3)  |                      |                      |
| 17 | 3,573  | 3,573                |                      |
| 18 | From the Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)                  |                      |                      |
| 19 | 5,731  | 5,731                |                      |
| 20 | From the Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1) |                      |                      |
| 21 | 108,771  | 108,771              |                      |
| 22 | Augmentation allowed from the State Solid Waste Management Fund, Title V Operating     |                      |                      |
| 23 | Permit Trust Fund, Environmental Management Permit Operation Fund, Environmental       |                      |                      |
| 24 | Management Special Fund, Hazardous Substances Response Trust Fund, Asbestos Trust      |                      |                      |
| 25 | Fund, Underground Petroleum Storage Tank Trust Fund, and the Underground Petroleum     |                      |                      |
| 26 | Storage Tank Excess Liability Fund for FY 2004 and FY 2005 employee salary and benefit |                      |                      |
| 27 | increases only.  |                      |                      |
| 28 |  |                      |                      |
| 29 | The amounts specified from the General Fund, the State Solid Waste Management Fund,    |                      |                      |
| 30 | the Title V Operating Permit Trust Fund, the Environmental Management Permit Operation |                      |                      |
| 31 | Fund, Environmental Management Special Fund, the Hazardous Substances Response Trust   |                      |                      |
| 32 | Fund, the Asbestos Trust Fund, the Underground Petroleum Storage Tank Trust Fund,      |                      |                      |
| 33 | and the Underground Petroleum Storage Tank Excess Liability Fund are for the following |                      |                      |
| 34 | purposes:  |                      |                      |
| 35 |  |                      |                      |
| 36 | Personal Services  | 444,400              | 444,400              |
| 37 | Other Operating Expense  | 49,215               | 49,215               |
| 38 |  |                      |                      |
| 39 | <b>OHIO RIVER VALLEY WATER SANITATION COMMISSION</b>                                   |                      |                      |
| 40 | Environmental Management Special Fund (IC 13-14-12-1)                                  |                      |                      |
| 41 | Total Operating Expense  | 242,900              | 242,900              |
| 42 | Augmentation allowed.  |                      |                      |
| 43 | <b>OFFICE OF ENVIRONMENTAL RESPONSE</b>  |                      |                      |
| 44 | Personal Services  | 1,986,571            | 1,986,571            |
| 45 | Other Operating Expense  | 619,069              | 619,069              |
| 46 | <b>POLLUTION PREVENTION AND TECHNICAL ASSISTANCE</b>                                   |                      |                      |
| 47 | Personal Services  | 1,056,692            | 1,056,692            |
| 48 | Other Operating Expense  | 298,826              | 298,826              |
| 49 | <b>PCB INSPECTIONS</b>   |                      |                      |

|    | <i>FY 2003-2004<br/>Appropriation</i>  | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|-----------------------------------|
| 1  | <b>Environmental Management Permit Operation Fund (IC 13-15-11-1)</b>                      |                                       |                                   |
| 2  | <b>Total Operating Expense</b>   | <b>40,000</b>                         | <b>40,000</b>                     |
| 3  | <b>Augmentation allowed.</b>   |                                       |                                   |
| 4  | <b>U.S. GEOLOGICAL SURVEY CONTRACTS</b>  |                                       |                                   |
| 5  | <b>Environmental Management Special Fund (IC 13-14-12-1)</b>                               |                                       |                                   |
| 6  | <b>Total Operating Expense</b>   | <b>62,890</b>                         | <b>62,890</b>                     |
| 7  | <b>Augmentation allowed.</b>   |                                       |                                   |
| 8  | <b>STATE SOLID WASTE GRANTS MANAGEMENT</b>   |                                       |                                   |
| 9  | <b>State Solid Waste Management Fund (IC 13-20-22-2)</b>                                   |                                       |                                   |
| 10 | <b>Personal Services</b>   | <b>236,987</b>                        | <b>236,987</b>                    |
| 11 | <b>Other Operating Expense</b>   | <b>1,372,630</b>                      | <b>1,372,630</b>                  |
| 12 | <b>Augmentation allowed.</b>   |                                       |                                   |
| 13 | <b>VOLUNTARY CLEAN-UP PROGRAM</b>  |                                       |                                   |
| 14 | <b>Voluntary Remediation Fund (IC 13-25-5-21)</b>  |                                       |                                   |
| 15 | <b>Personal Services</b>   | <b>636,512</b>                        | <b>636,512</b>                    |
| 16 | <b>Other Operating Expense</b>   | <b>551,500</b>                        | <b>551,500</b>                    |
| 17 | <b>Augmentation allowed.</b>   |                                       |                                   |
| 18 | <b>TITLE V AIR PERMIT PROGRAM</b>  |                                       |                                   |
| 19 | <b>Title V Operating Permit Trust Fund (IC 13-17-8-1)</b>                                  |                                       |                                   |
| 20 | <b>Personal Services</b>   | <b>5,537,684</b>                      | <b>5,537,684</b>                  |
| 21 | <b>Other Operating Expense</b>   | <b>3,592,609</b>                      | <b>3,174,989</b>                  |
| 22 | <b>Augmentation allowed.</b>   |                                       |                                   |
| 23 | <b>WATER MANAGEMENT PERMITTING</b>   |                                       |                                   |
| 24 | <b>From the General Fund</b>   |                                       |                                   |
| 25 | <b>1,854,641</b>   | <b>1,854,641</b>                      |                                   |
| 26 | <b>From the Environmental Management Permit Operation Fund (IC 13-15-11-1)</b>             |                                       |                                   |
| 27 | <b>3,950,000</b>   | <b>3,950,000</b>                      |                                   |
| 28 | <b>Augmentation allowed from the Environmental Management Permit Operation Fund.</b>       |                                       |                                   |
| 29 |  |                                       |                                   |
| 30 | <b>The amounts specified from the General Fund and the Environmental Management Permit</b> |                                       |                                   |
| 31 | <b>Operation Fund are for the following purposes:</b>                                      |                                       |                                   |
| 32 |  |                                       |                                   |
| 33 | <b>Personal Services</b>   | <b>4,856,814</b>                      | <b>4,856,814</b>                  |
| 34 | <b>Other Operating Expense</b>   | <b>947,827</b>                        | <b>947,827</b>                    |
| 35 |  |                                       |                                   |
| 36 | <b>SOLID WASTE MANAGEMENT PERMITTING</b>   |                                       |                                   |
| 37 | <b>From the General Fund</b>   |                                       |                                   |
| 38 | <b>1,990,625</b>   | <b>1,990,625</b>                      |                                   |
| 39 | <b>From the Environmental Management Permit Operation Fund (IC 13-15-11-1)</b>             |                                       |                                   |
| 40 | <b>2,967,769</b>   | <b>2,967,769</b>                      |                                   |
| 41 | <b>Augmentation allowed from the Environmental Management Permit Operation Fund.</b>       |                                       |                                   |
| 42 |  |                                       |                                   |
| 43 | <b>The amounts specified from the General Fund and the Environmental Management Permit</b> |                                       |                                   |
| 44 | <b>Operation Fund are for the following purposes:</b>                                      |                                       |                                   |
| 45 |  |                                       |                                   |
| 46 | <b>Personal Services</b>   | <b>4,556,623</b>                      | <b>4,556,623</b>                  |
| 47 | <b>Other Operating Expense</b>   | <b>401,771</b>                        | <b>401,771</b>                    |
| 48 |  |                                       |                                   |
| 49 | <b>HAZARDOUS WASTE MANAGEMENT PERMITTING</b>   |                                       |                                   |

1 From the General Fund  
 2 2,469,511 2,469,511  
 3 From the Environmental Management Permit Operation Fund (IC 13-15-11-1)  
 4 2,844,043 2,844,043  
 5 Augmentation allowed from the Environmental Management Permit Operation Fund.  
 6

7 The amounts specified from the General Fund and the Environmental Management Permit  
 8 Operation Fund are for the following purposes:  
 9

|    |                         |           |           |
|----|-------------------------|-----------|-----------|
| 10 | Personal Services       | 4,172,589 | 4,172,589 |
| 11 | Other Operating Expense | 1,140,965 | 1,140,965 |

12  
 13 **WATERSHED MANAGEMENT**  
 14 Environmental Management Special Fund (IC 13-14-12-1)  
 15 Total Operating Expense 24,038 24,038  
 16 Augmentation allowed.

17 **CLEAN VESSEL PUMPOUT**  
 18 Environmental Management Special Fund (IC 13-14-12-1)  
 19 Total Operating Expense 58,300 58,300  
 20 Augmentation allowed.

21 **GROUNDWATER PROGRAM**  
 22 Total Operating Expense 274,902 274,902

23 **UNDERGROUND STORAGE TANK PROGRAM**  
 24 Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)  
 25 Total Operating Expense 291,037 291,037  
 26 Augmentation allowed.

27 **AIR MANAGEMENT OPERATING**  
 28 From the General Fund  
 29 923,961 891,310  
 30 From the Environmental Management Special Fund (IC 13-14-12-1)  
 31 1,626,039 1,658,690  
 32 Augmentation allowed from the Environmental Management Special Fund.  
 33

34 The amounts specified from the General Fund and the Environmental Management Special  
 35 Fund are for the following purposes:

|    |                         |           |           |
|----|-------------------------|-----------|-----------|
| 36 |                         |           |           |
| 37 | Personal Services       | 1,678,608 | 1,678,608 |
| 38 | Other Operating Expense | 871,392   | 871,392   |

39  
 40 **WATER MANAGEMENT NON-PERMITTING**  
 41 Personal Services 3,023,737 3,023,737  
 42 Other Operating Expense 574,209 574,209

43 **GREAT LAKES INITIATIVE**  
 44 Environmental Management Special Fund (IC 13-14-12-1)  
 45 Total Operating Expense 94,958 94,958  
 46 Augmentation allowed.

47 **OPERATOR TRAINING**  
 48 Total Operating Expense 42,301 42,301

49 **SAFE DRINKING WATER**

1 From the General Fund  
 2 541,286 541,286  
 3 From the Environmental Management Special Fund (IC 13-14-12-1)  
 4 44,926 44,926  
 5 Augmentation allowed from the Environmental Management Special Fund.  
 6

7 The amounts specified from the General Fund and the Environmental Management Special  
 8 Fund are for the following purposes:  
 9

|    |                         |         |         |
|----|-------------------------|---------|---------|
| 10 | Personal Services       | 434,183 | 434,183 |
| 11 | Other Operating Expense | 152,029 | 152,029 |

12  
 13 **LEAKING UNDERGROUND STORAGE TANKS**  
 14 Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)  
 15 Personal Services 117,257 117,257  
 16 Other Operating Expense 44,109 44,109  
 17 Augmentation allowed.  
 18

19 **CORE SUPERFUND**  
 20 Hazardous Substances Response Trust Fund (IC 13-25-4-1)  
 21 Total Operating Expense 136,122 136,122  
 22 Augmentation allowed.  
 23

24 **AUTO EMISSIONS TESTING PROGRAM**  
 25 General Fund  
 26 Personal Services 139,166 0  
 27 Other Operating Expense 4,497,911 0  
 28 Auto Emissions Testing Fund  
 29 Personal Services 99,405 238,571  
 30 Other Operating Expense 3,212,794 7,743,356  
 31 Augmentation allowed.  
 32

33 **HAZARDOUS WASTE SITE - STATE CLEAN-UP**  
 34 Hazardous Substances Response Trust Fund (IC 13-25-4-1)  
 35 Personal Services 893,093 893,093  
 36 Other Operating Expense 1,323,811 1,323,811  
 37 Augmentation allowed.  
 38

39 **HAZARDOUS WASTE SITES - NATURAL RESOURCE DAMAGES**  
 40 Hazardous Substances Response Trust Fund (IC 13-25-4-1)  
 41 Personal Services 118,367 118,367  
 42 Other Operating Expense 680,991 680,991  
 43 Augmentation allowed.  
 44

45 **SUPERFUND MATCH**  
 46 Hazardous Substances Response Trust Fund (IC 13-25-4-1)  
 47 Total Operating Expense 354,985 354,985  
 48 Augmentation allowed.  
 49

50 **HOUSEHOLD HAZARDOUS WASTE**  
 51 Hazardous Substances Response Trust Fund (IC 13-25-4-1)  
 52 Personal Services 39,693 39,693  
 53 Other Operating Expense 443,816 443,816  
 54 Augmentation allowed.  
 55

56 **ASBESTOS TRUST - OPERATING**

|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>Asbestos Trust Fund (IC 13-17-6-3)</b>  |                                       |                                       |                                   |
| 2  | <b>Personal Services</b>   | <b>523,723</b>                        | <b>523,723</b>                        |                                   |
| 3  | <b>Other Operating Expense</b>   | <b>150,384</b>                        | <b>150,384</b>                        |                                   |
| 4  | Augmentation allowed.  |                                       |                                       |                                   |
| 5  | <b>UNDERGROUND PETROLEUM STORAGE TANK - OPERATING</b>                                |                                       |                                       |                                   |
| 6  | <b>Underground Petroleum Storage Tank Excess Liability Trust Fund (IC 13-23-7-1)</b> |                                       |                                       |                                   |
| 7  | <b>Personal Services</b>   | <b>161,161</b>                        | <b>161,161</b>                        |                                   |
| 8  | <b>Other Operating Expense</b>   | <b>48,026,000</b>                     | <b>48,026,000</b>                     |                                   |
| 9  | Augmentation allowed.  |                                       |                                       |                                   |
| 10 | <b>WASTE TIRE MANAGEMENT</b>   |                                       |                                       |                                   |
| 11 | <b>Waste Tire Management Fund (IC 13-20-13-8)</b>                                    |                                       |                                       |                                   |
| 12 | <b>Total Operating Expense</b>   | <b>100,000</b>                        | <b>100,000</b>                        |                                   |
| 13 | Augmentation allowed.  |                                       |                                       |                                   |
| 14 | <b>VOLUNTARY COMPLIANCE</b>  |                                       |                                       |                                   |
| 15 | <b>Environmental Management Special Fund (IC 13-14-12-1)</b>                         |                                       |                                       |                                   |
| 16 | <b>Personal Services</b>   | <b>202,929</b>                        | <b>202,929</b>                        |                                   |
| 17 | <b>Other Operating Expense</b>   | <b>217,737</b>                        | <b>217,737</b>                        |                                   |
| 18 | Augmentation allowed.  |                                       |                                       |                                   |
| 19 | <b>ENVIRONMENTAL MANAGEMENT SPECIAL FUND - OPERATING</b>                             |                                       |                                       |                                   |
| 20 | <b>Environmental Management Special Fund (IC 13-14-12-1)</b>                         |                                       |                                       |                                   |
| 21 | <b>Total Operating Expense</b>   | <b>1,100,000</b>                      | <b>1,100,000</b>                      |                                   |
| 22 | Augmentation allowed.  |                                       |                                       |                                   |
| 23 | <b>SMALL TOWN COMPLIANCE</b>   |                                       |                                       |                                   |
| 24 | <b>Environmental Management Special Fund (IC 13-14-12-1)</b>                         |                                       |                                       |                                   |
| 25 | <b>Total Operating Expense</b>   | <b>60,000</b>                         | <b>60,000</b>                         |                                   |
| 26 | Augmentation allowed.  |                                       |                                       |                                   |
| 27 | <b>WETLANDS PROTECTION</b>   |                                       |                                       |                                   |
| 28 | <b>Environmental Management Special Fund (IC 13-14-12-1)</b>                         |                                       |                                       |                                   |
| 29 | <b>Total Operating Expense</b>   | <b>50,709</b>                         | <b>50,709</b>                         |                                   |
| 30 | Augmentation allowed.  |                                       |                                       |                                   |
| 31 | <b>PETROLEUM TRUST - OPERATING</b>   |                                       |                                       |                                   |
| 32 | <b>Underground Petroleum Storage Tank Trust Fund (IC 13-23-6-1)</b>                  |                                       |                                       |                                   |
| 33 | <b>Personal Services</b>   | <b>226,961</b>                        | <b>226,961</b>                        |                                   |
| 34 | <b>Other Operating Expense</b>   | <b>462,885</b>                        | <b>462,885</b>                        |                                   |
| 35 | Augmentation allowed.  |                                       |                                       |                                   |
| 36 | <b>LEAD BASED PAINT ACTIVITIES PROGRAM</b>   |                                       |                                       |                                   |
| 37 | <b>Lead Trust Fund (IC 13-17-14-6)</b>   |                                       |                                       |                                   |
| 38 | <b>Total Operating Expense</b>   | <b>23,500</b>                         | <b>23,500</b>                         |                                   |
| 39 | Augmentation allowed.  |                                       |                                       |                                   |

40  
 41 Notwithstanding any other law, with the approval of the governor and the budget agency,  
 42 the above appropriations for water management permitting, hazardous waste management  
 43 permitting, wetlands protection, watershed management, groundwater program, underground  
 44 storage tank program, air management operating, lead-based paint activities program,  
 45 water management non-permitting, coastal management (pollution prevention incentives),  
 46 and safe drinking water may be used to fund activities incorporated into a performance  
 47 partnership grant between the United States Environmental Protection Agency and the  
 48 Department of Environmental Management.  
 49

|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>1 FOR THE OFFICE OF ENVIRONMENTAL ADJUDICATION</b>  |                                       |                                       |                                   |
| <b>2     Personal Services</b>   | <b>205,722</b>                        | <b>205,722</b>                        |                                   |
| <b>3     Other Operating Expense</b>   | <b>100,723</b>                        | <b>100,723</b>                        |                                   |
| <b>4</b>   |                                       |                                       |                                   |
| <b>5 FOR THE CLEAN MANUFACTURING TECHNOLOGY BOARD</b>  |                                       |                                       |                                   |
| <b>6     Total Operating Expense</b>   | <b>475,000</b>                        | <b>475,000</b>                        |                                   |
| <b>7</b>   |                                       |                                       |                                   |
| <b>8 SECTION 6. [EFFECTIVE JULY 1, 2003]</b>   |                                       |                                       |                                   |
| <b>9</b>   |                                       |                                       |                                   |
| <b>10 ECONOMIC DEVELOPMENT</b>   |                                       |                                       |                                   |
| <b>11</b>  |                                       |                                       |                                   |
| <b>12 A. AGRICULTURE</b>   |                                       |                                       |                                   |
| <b>13</b>  |                                       |                                       |                                   |
| <b>14 FOR THE LIEUTENANT GOVERNOR</b>  |                                       |                                       |                                   |
| <b>15     OFFICE OF THE COMMISSIONER OF AGRICULTURE</b>  |                                       |                                       |                                   |
| <b>16         Personal Services</b>  | <b>1,359,749</b>                      | <b>1,359,749</b>                      |                                   |
| <b>17         Other Operating Expense</b>  | <b>251,202</b>                        | <b>251,202</b>                        |                                   |
| <b>18     VALUE ADDED RESEARCH FUND</b>  |                                       |                                       |                                   |
| <b>19         Total Operating Expense</b>  | <b>257,957</b>                        | <b>257,957</b>                        |                                   |
| <b>20     FARM COUNSELING PROGRAM</b>  |                                       |                                       |                                   |
| <b>21         Total Operating Expense</b>  | <b>279,000</b>                        | <b>279,000</b>                        |                                   |
| <b>22     LAND RESOURCES COUNCIL</b>   |                                       |                                       |                                   |
| <b>23         Total Operating Expense</b>  |                                       |                                       | <b>301,266</b>                    |
| <b>24</b>  |                                       |                                       |                                   |
| <b>25 B. COMMERCE</b>  |                                       |                                       |                                   |
| <b>26</b>  |                                       |                                       |                                   |
| <b>27 FOR THE DEPARTMENT OF COMMERCE</b>   |                                       |                                       |                                   |
| <b>28     ADMINISTRATIVE AND FINANCIAL SERVICES</b>  |                                       |                                       |                                   |
| <b>29         From the General Fund</b>  |                                       |                                       |                                   |
| <b>30                     4,224,726     4,224,726</b>  |                                       |                                       |                                   |
| <b>31         From the Skills 2016 Fund</b>  |                                       |                                       |                                   |
| <b>32                     142,073     142,073</b>  |                                       |                                       |                                   |
| <b>33         From the Industrial Development Grant Fund</b>                                       |                                       |                                       |                                   |
| <b>34                     48,124     48,124</b>  |                                       |                                       |                                   |
| <b>35</b>  |                                       |                                       |                                   |
| <b>36     The amounts specified from the General Fund, Skills 2016, and Industrial Development</b> |                                       |                                       |                                   |
| <b>37     Grant Fund are for the following purposes:</b>   |                                       |                                       |                                   |
| <b>38</b>  |                                       |                                       |                                   |
| <b>39         Personal Services</b>  | <b>2,852,663</b>                      | <b>2,852,663</b>                      |                                   |
| <b>40         Other Operating Expense</b>  | <b>1,562,260</b>                      | <b>1,562,260</b>                      |                                   |
| <b>41</b>  |                                       |                                       |                                   |
| <b>42     COMMUNITY ECONOMIC DEVELOPMENT</b>   |                                       |                                       |                                   |
| <b>43         Personal Services</b>  | <b>4,770,872</b>                      | <b>4,770,872</b>                      |                                   |
| <b>44         Other Operating Expense</b>  | <b>1,301,531</b>                      | <b>1,301,531</b>                      |                                   |
| <b>45     INTERNATIONAL TRADE</b>  |                                       |                                       |                                   |
| <b>46         Total Operating Expense</b>  | <b>1,394,676</b>                      | <b>1,394,676</b>                      |                                   |
| <b>47     RECYCLING OPERATING</b>  |                                       |                                       |                                   |
| <b>48         Indiana Recycling Promotion and Assistance Fund (IC 4-23-5.5-14)</b>                 |                                       |                                       |                                   |
| <b>49         Personal Services</b>  | <b>48,124</b>                         | <b>48,124</b>                         |                                   |

|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1 <b>Other Operating Expense</b>   | <b>183,358</b>                        | <b>183,358</b>                        |                                   |
| 2 <b>Augmentation allowed for FY 2004 and FY 2005 employee salary and benefit increases</b>        |                                       |                                       |                                   |
| 3 <b>only.</b>   |                                       |                                       |                                   |
| 4 <b>ENTERPRISE ZONE PROGRAM</b>   |                                       |                                       |                                   |
| 5 <b>Indiana Enterprise Zone Fund (IC 4-4-6.1-2.3)</b>   |                                       |                                       |                                   |
| 6 <b>Total Operating Expense</b>   | <b>339,118</b>                        | <b>339,118</b>                        |                                   |
| 7 <b>Augmentation allowed.</b>   |                                       |                                       |                                   |
| 8 <b>STATE ENERGY PROGRAM</b>  |                                       |                                       |                                   |
| 9 <b>Total Operating Expense</b>   | <b>96,794</b>                         | <b>96,794</b>                         |                                   |
| 10 <b>INDIANA INDIVIDUAL DEVELOPMENT ACCOUNTS</b>  |                                       |                                       |                                   |
| 11 <b>Total Operating Expense</b>  | <b>900,000</b>                        | <b>900,000</b>                        |                                   |
| 12   |                                       |                                       |                                   |
| 13 <b>The department shall collect and report to the family and social services administration</b> |                                       |                                       |                                   |
| 14 <b>(FSSA) all data required for FSSA to meet the data collection and reporting requirements</b> |                                       |                                       |                                   |
| 15 <b>in 45 CFR Part 265.</b>  |                                       |                                       |                                   |
| 16   |                                       |                                       |                                   |
| 17 <b>Family and social services administration, division of family and children shall</b>         |                                       |                                       |                                   |
| 18 <b>apply all qualifying expenditures for individual development accounts deposits toward</b>    |                                       |                                       |                                   |
| 19 <b>Indiana's maintenance of effort under the federal Temporary Assistance to Needy Families</b> |                                       |                                       |                                   |
| 20 <b>(TANF) program (45 CFR 260 et seq.).</b>   |                                       |                                       |                                   |
| 21   |                                       |                                       |                                   |
| 22 <b>LOCAL ECONOMIC DEVELOPMENT ORGANIZATION/</b>   |                                       |                                       |                                   |
| 23 <b>REGIONAL ECONOMIC DEVELOPMENT ORGANIZATION</b>   |                                       |                                       |                                   |
| 24 <b>(LEDO/REDO) MATCHING GRANT PROGRAM</b>   |                                       |                                       |                                   |
| 25 <b>Total Operating Expense</b>  |                                       |                                       | <b>1,900,000</b>                  |
| 26 <b>SKILLS 2016</b>  |                                       |                                       |                                   |
| 27 <b>Total Operating Expense</b>  |                                       |                                       | <b>23,137,450</b>                 |
| 28 <b>BUSINESS AND TOURISM PROMOTION FUND</b>  |                                       |                                       |                                   |
| 29 <b>Total Operating Expense</b>  |                                       |                                       | <b>9,747,290</b>                  |
| 30 <b>RECYCLING PROMOTION AND ASSISTANCE PROGRAM</b>   |                                       |                                       |                                   |
| 31 <b>Indiana Recycling Promotion and Assistance Fund (IC 4-23-5.5-14)</b>                         |                                       |                                       |                                   |
| 32 <b>Total Operating Expense</b>  | <b>1,500,000</b>                      | <b>1,500,000</b>                      |                                   |
| 33 <b>Augmentation allowed.</b>  |                                       |                                       |                                   |
| 34   |                                       |                                       |                                   |
| 35 <b>TRADE PROMOTION FUND</b>   |                                       |                                       |                                   |
| 36 <b>Total Operating Expense</b>  | <b>200,000</b>                        | <b>200,000</b>                        |                                   |
| 37 <b>ECONOMIC DEVELOPMENT FUND</b>  |                                       |                                       |                                   |
| 38 <b>Total Operating Expense</b>  |                                       |                                       | <b>1,200,000</b>                  |
| 39 <b>INDUSTRIAL DEVELOPMENT GRANT FUND</b>  |                                       |                                       |                                   |
| 40 <b>Total Operating Expense</b>  |                                       |                                       | <b>6,500,000</b>                  |
| 41 <b>ECONOMIC DEVELOPMENT COUNCIL</b>   |                                       |                                       |                                   |
| 42 <b>Total Operating Expense</b>  | <b>309,225</b>                        | <b>309,225</b>                        |                                   |
| 43 <b>INDIANA DEVELOPMENT FINANCE AUTHORITY (IDFA)</b>   |                                       |                                       |                                   |
| 44 <b>CAPITAL ACCESS PROGRAM</b>   |                                       |                                       |                                   |
| 45 <b>Total Operating Expense</b>  |                                       |                                       | <b>1,242,500</b>                  |
| 46   |                                       |                                       |                                   |
| 47 <b>Notwithstanding the provisions of P.L. 273-1999, that portion of the appropriation</b>       |                                       |                                       |                                   |
| 48 <b>for the capital access program allocated for licensed child care facilities may be</b>       |                                       |                                       |                                   |
| 49 <b>used for other uses permitted under IC 4-4-26.</b>   |                                       |                                       |                                   |

**ENVIRONMENTAL REMEDIATION REVOLVING LOAN FUND**

|                                |                  |
|--------------------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,000,000</b> |
|--------------------------------|------------------|

The state budget agency shall develop a program using up to \$20,000,000 in resources from the Wastewater Revolving Loan Fund to supplement the Environmental Remediation Revolving Loan Fund. The program shall be designed to be consistent with existing requirements of any trust indenture or related documents securing the Wastewater Revolving Loan Fund and federal law.

**PROJECT GUARANTY FUND**

|                                |                  |
|--------------------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,800,000</b> |
|--------------------------------|------------------|

Notwithstanding the provisions of P.L. 273-1999, that portion of the appropriation for the project guaranty fund allocated for creation of a debt reserve service fund for the purpose of allowing the authority to issue pooled bonds for the construction or renovation of licensed child care facilities may be used for other uses permitted under IC 4-4-11-16.

**BUSINESS DEVELOPMENT LOAN FUND**

|                                |                  |
|--------------------------------|------------------|
| <b>Total Operating Expense</b> | <b>2,000,000</b> |
|--------------------------------|------------------|

**C. COMMUNITY SERVICES**

**FOR THE GOVERNOR'S COMMISSION ON  
COMMUNITY SERVICE AND VOLUNTEERISM**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>237,396</b> | <b>237,396</b> |
| <b>Other Operating Expense</b> | <b>89,517</b>  | <b>89,517</b>  |

**D. EMPLOYMENT SERVICES**

**FOR THE DEPARTMENT OF WORKFORCE DEVELOPMENT  
ADMINISTRATION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,144,950</b> | <b>1,144,950</b> |
|--------------------------------|------------------|------------------|

**STATE WORKFORCE DEVELOPMENT FUND**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>2,547,770</b> | <b>2,547,770</b> |
|--------------------------------|------------------|------------------|

**WOMEN'S COMMISSION**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>104,616</b> | <b>104,616</b> |
| <b>Other Operating Expense</b> | <b>7,724</b>   | <b>7,724</b>   |

**SECTION 7. [EFFECTIVE JULY 1, 2003]**

**TRANSPORTATION**

**FOR THE DEPARTMENT OF TRANSPORTATION**

For the conduct and operation of the department of transportation, the following sums are appropriated for the periods designated, from the state general fund, the public mass transportation fund, the industrial rail service fund, the state highway



fund, the motor vehicle highway account, the distressed road fund, the state highway road construction and improvement fund, the motor carrier regulation fund, and the crossroads 2000 fund.

#### PLANNING AND ADMINISTRATION

From the State Highway Fund (IC 8-23-9-54)

|         |         |
|---------|---------|
| 516,673 | 516,673 |
|---------|---------|

From the Public Mass Transportation Fund (IC 8-23-3-8)

|         |         |
|---------|---------|
| 202,176 | 202,176 |
|---------|---------|

From the Industrial Rail Service Fund (IC 8-3-1.7-2)

|        |        |
|--------|--------|
| 29,952 | 29,952 |
|--------|--------|

Augmentation allowed from the Public Mass Transportation Fund, Industrial Rail Service Fund, and State Highway Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the Public Mass Transportation Fund, Industrial Rail Service Fund, and State Highway Fund are for the following purposes:

|                         |         |         |
|-------------------------|---------|---------|
| Personal Services       | 571,981 | 571,981 |
| Other Operating Expense | 176,820 | 176,820 |

The above appropriations may be used to match federal funds available for planning and administration of transportation in Indiana.

#### INTERMODAL OPERATING

From the State Highway Fund (IC 8-23-9-54)

|         |         |
|---------|---------|
| 491,613 | 491,613 |
|---------|---------|

From the Public Mass Transportation Fund (IC 8-23-3-8)

|         |         |
|---------|---------|
| 339,656 | 339,656 |
|---------|---------|

From the Industrial Rail Service Fund (IC 8-3-1.7-2)

|         |         |
|---------|---------|
| 339,656 | 339,656 |
|---------|---------|

Augmentation allowed from the State Highway Fund, Public Mass Transportation Fund and Industrial Rail Service Fund for FY 2004 and FY 2005 employee salary and benefit increases only.

The amounts specified from the State Highway Fund, the Public Mass Transportation Fund, and the Industrial Rail Service Fund are for the following purposes:

|                         |         |         |
|-------------------------|---------|---------|
| Personal Services       | 979,022 | 979,022 |
| Other Operating Expense | 191,903 | 191,903 |

#### INTERMODAL GRANT PROGRAM

Department of Transportation Administration Fund

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 42,000 | 42,000 |
|-------------------------|--------|--------|

Public Mass Transportation Fund (IC 8-23-3-8)

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 37,500 | 37,500 |
|-------------------------|--------|--------|

Augmentation allowed from Public Mass Transportation Fund.

#### RAILROAD GRADE CROSSING IMPROVEMENT

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 465,000 | 465,000 |
|-------------------------|---------|---------|

**PUBLIC MASS TRANSPORTATION**

**Public Mass Transportation Fund (IC 8-23-3-8)**

|                       |                   |                   |
|-----------------------|-------------------|-------------------|
| <b>Matching Funds</b> | <b>29,555,438</b> | <b>30,320,229</b> |
|-----------------------|-------------------|-------------------|

**Augmentation allowed.**

The appropriations are to be used solely for the promotion and development of public transportation. The department of transportation shall allocate funds based on a formula approved by the commissioner of the department of transportation.

The department of transportation may distribute public mass transportation funds to an eligible grantee that provides public transportation in Indiana.

The state funds can be used to match federal funds available under the Federal Transit Act (49 U.S.C. 1601, et seq.), or local funds from a requesting grantee.

Before funds may be disbursed to a grantee, the grantee must submit its request for financial assistance to the department of transportation for approval. Allocations must be approved by the governor and the budget agency after review by the budget committee and shall be made on a reimbursement basis. Only applications for capital and operating assistance may be approved. Only those grantees that have met the reporting requirements under IC 8-23-3 are eligible for assistance under this appropriation.

**HIGHWAY OPERATING**

**State Highway Fund (IC 8-23-9-54)**

|                          |                    |                    |
|--------------------------|--------------------|--------------------|
| <b>Personal Services</b> | <b>206,601,190</b> | <b>206,601,190</b> |
|--------------------------|--------------------|--------------------|

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Other Operating Expense</b> | <b>42,446,379</b> | <b>42,446,379</b> |
|--------------------------------|-------------------|-------------------|

The above appropriations for highway operating may be used for personal services, equipment, and other operating expense, including the cost of transportation for the governor.

**HIGHWAY BUILDINGS AND GROUNDS**

**State Highway Fund (IC 8-23-9-54)**

|                                |  |                   |
|--------------------------------|--|-------------------|
| <b>Total Operating Expense</b> |  | <b>23,287,344</b> |
|--------------------------------|--|-------------------|

The above appropriations for highway buildings and grounds may be used for land acquisition, site development, construction and equipping of new highway facilities and for maintenance, repair, and rehabilitation of existing state highway facilities.

**HIGHWAY VEHICLE AND ROAD MAINTENANCE EQUIPMENT**

**State Highway Fund (IC 8-23-9-54)**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Other Operating Expense</b> | <b>19,500,000</b> | <b>19,500,000</b> |
|--------------------------------|-------------------|-------------------|

**HIGHWAY MAINTENANCE WORK PROGRAM**

**State Highway Fund (IC 8-23-9-54)**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Other Operating Expense</b> | <b>70,420,000</b> | <b>70,420,000</b> |
|--------------------------------|-------------------|-------------------|

The above appropriations for the highway maintenance work program may be used for:  
(1) materials for patching roadways and shoulders;

- (2) repairing and painting bridges;
- (3) installing signs and signals and painting roadways for traffic control;
- (4) mowing, herbicide application, and brush control;
- (5) drainage control;
- (6) maintenance of rest areas, public roads on properties of the department of natural resources, and driveways on the premises of all state facilities;
- (7) materials for snow and ice removal;
- (8) utility costs for roadway lighting; and
- (9) other special maintenance and support activities consistent with the highway maintenance work program.

## **HIGHWAY CAPITAL IMPROVEMENTS**

### **State Highway Fund (IC 8-23-9-54)**

|   |                    |                   |
|---|--------------------|-------------------|
| <b>Right of Way Expense</b>               | <b>11,340,000</b>  | <b>11,660,000</b> |
| <b>Formal Contracts Expense</b>           | <b>100,511,379</b> | <b>96,449,840</b> |
| <b>Consulting Service Expense</b>         | <b>25,500,000</b>  | <b>27,500,000</b> |
| <b>State Facilities Road Improvements</b> | <b>5,000,000</b>   | <b>5,000,000</b>  |

The above appropriations for state facilities road improvements shall be used to fund improvements to roads, driveways, parking lots, and other small structures on properties owned or operated by the department of health, department of corrections, or the family and social services administration. The department shall provide the state budget agency written notification of the projects to be completed during calendar years 2003, 2004, and 2005.

The above appropriations for the capital improvements program may be used for:

- (1) bridge rehabilitation and replacement;
- (2) road construction, reconstruction, or replacement;
- (3) construction, reconstruction, or replacement of travel lanes, intersections, grade separations, rest parks, and weigh stations;
- (4) relocation and modernization of existing roads;
- (5) resurfacing;
- (6) erosion and slide control;
- (7) construction and improvement of railroad grade crossings, including the use of the appropriations to match federal funds for projects;
- (8) small structure replacements;
- (9) safety and spot improvements; and
- (10) right-of-way, relocation, and engineering and consulting expenses associated with any of the above types of projects.

The foregoing appropriations for highway operating, highway vehicles and road maintenance equipment, highway buildings and grounds, the highway planning and research program, the highway maintenance work program, and highway capital improvements are appropriated from estimated revenues which include the following:

- (1) Funds distributed to the state highway fund from the motor vehicle highway account under IC 8-14-1-3(4).
- (2) Funds distributed to the state highway fund from the highway, road, and street fund under IC 8-14-2-3.
- (3) All fees and miscellaneous revenues deposited in or accruing to the state highway

fund under IC 8-23-9-54.

(4) Any unencumbered funds carried forward in the state highway fund from any previous fiscal year.

(5) All other funds appropriated or made available to the department by the general assembly.

If funds from sources set out above for the department exceed appropriations from those sources to the department, the excess amount is hereby appropriated to be used at the discretion of the department with approval of the governor and the budget agency for formal contracts expense.

If there is a change in a statute reducing or increasing revenue for department use, the budget agency shall notify the auditor of state to adjust the above appropriations to reflect the estimated increase or decrease. Upon the request of the department, the budget agency, with the approval of the governor, may allot any increase in appropriations to the department.

No appropriation from the state highway fund may be used to fund any toll road or toll bridge project except as specifically provided for under IC 8-15-2-20.

#### **HIGHWAY PLANNING AND RESEARCH PROGRAM**

State Highway Fund (IC 8-23-9-54)

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 3,250,000 | 3,250,000 |
|-------------------------|-----------|-----------|

#### **STATE HIGHWAY ROAD CONSTRUCTION AND IMPROVEMENT PROGRAM**

Highway Road Construction and Improvement Fund (IC 8-14-10-5)

|                          |            |            |
|--------------------------|------------|------------|
| Formal Contracts Expense | 31,900,000 | 28,400,000 |
|--------------------------|------------|------------|

|                               |            |            |
|-------------------------------|------------|------------|
| Lease Rental Payments Expense | 34,400,000 | 39,000,000 |
|-------------------------------|------------|------------|

Augmentation allowed.

The above appropriations for the state highway road construction and improvement program are appropriated from the state highway road construction and improvement fund provided in IC 8-14-10-5 and may include any unencumbered funds carried forward from any previous fiscal year. The funds may be used for:

- (1) road and bridge construction, reconstruction, or replacement;
- (2) construction, reconstruction, or replacement of travel lanes, intersections, grade separations;
- (3) relocation and modernization of existing roads;
- (4) right-of-way, relocation, and engineering and consulting expenses associated with any of the above types of projects; and
- (5) payment of rentals and leases relating to projects under IC 8-14.5.

#### **CROSSROADS 2000 PROGRAM**

Crossroads 2000 Fund (IC 8-14-10-9)

|                               |            |            |
|-------------------------------|------------|------------|
| Lease Rental Payments Expense | 36,800,000 | 37,200,000 |
|-------------------------------|------------|------------|

Augmentation allowed.

#### **FEDERAL APPORTIONMENT**

|                      |            |            |
|----------------------|------------|------------|
| Right-of-Way Expense | 45,360,000 | 46,640,000 |
|----------------------|------------|------------|

|   |                    |                    |
|---|--------------------|--------------------|
| <b>Formal Contracts Expense</b>         | <b>316,740,000</b> | <b>322,460,000</b> |
| <b>Consulting Engineers Expense</b>     | <b>39,500,000</b>  | <b>37,500,000</b>  |
| <b>Highway Planning and Research</b>    | <b>13,000,000</b>  | <b>13,000,000</b>  |
| <b>Local Government Revolving Acct.</b> | <b>158,332,000</b> | <b>160,000,000</b> |
| <b>Formal Contracts - SHRCIF</b>        | <b>60,000,000</b>  | <b>60,000,000</b>  |

The department may establish an account to be known as the "local government revolving account". The account is to be used to administer the federal-local highway construction program. All contracts issued and all funds received for federal-local projects under this program shall be entered into this account.

If the federal apportionments for the fiscal years covered by this act exceed the above estimated appropriations for the department or for local governments, the excess federal apportionment is hereby appropriated for use by the department with the approval of the governor and the budget agency.

The department shall bill, in a timely manner, the federal government for all department payments that are eligible for total or partial reimbursement.

The department may let contracts and enter into agreements for construction and preliminary engineering during each year of the 2003-2005 biennium that obligate not more than one-third (1/3) of the amount of state funds estimated by the department to be available for appropriation in the following year for formal contracts and consulting engineers for the capital improvements program.

Under IC 8-23-5-7(a), the department, with the approval of the governor, may construct and maintain roadside parks and highways where highways will connect any state highway now existing, or hereafter constructed, with any state park, state forest preserve, state game preserve, or the grounds of any state institution. There is appropriated to the department of transportation an amount sufficient to carry out the provisions of this paragraph. Under IC 8-23-5-7(d), such appropriations shall be made from the motor vehicle highway account before distribution to local units of government.

#### **LOCAL TECHNICAL ASSISTANCE AND RESEARCH**

Under IC 8-14-1-3(6), there is appropriated to the department of transportation an amount sufficient for:

- (1) the program of technical assistance under IC 8-23-2-5(6); and
- (2) the research and highway extension program conducted for local government under IC 8-17-7-4.

The department shall develop an annual program of work for research and extension in cooperation with those units being served, listing the types of research and educational programs to be undertaken. The commissioner of the department of transportation may make a grant under this appropriation to the institution or agency selected to conduct the annual work program. Under IC 8-14-1-3(6), appropriations for the program of technical assistance and for the program of research and extension shall be taken from the local share of the motor vehicle highway account.

Under IC 8-14-1-3(7) there is hereby appropriated such sums as are necessary to maintain a sufficient working balance in accounts established to match federal and local money for highway projects. These funds are appropriated from the following sources in the proportion specified:

- (1) one-half (1/2) from the forty-seven percent (47%) set aside of the motor vehicle highway account under IC 8-14-1-3(7); and
- (2) for counties and for those cities and towns with a population greater than five thousand (5,000), one-half (1/2) from the distressed road fund under IC 8-14-8-2.

#### SECTION 8. [EFFECTIVE JULY 1, 2003]

### FAMILY AND SOCIAL SERVICES, HEALTH, AND VETERANS' AFFAIRS

#### A. FAMILY AND SOCIAL SERVICES

#### FOR THE STATE BUDGET AGENCY

#### FSSA/DEPARTMENT OF HEALTH INSTITUTIONAL CONTINGENCY FUND

|                         |  |           |
|-------------------------|--|-----------|
| Total Operating Expense |  | 1,800,000 |
|-------------------------|--|-----------|

The above institutional contingency fund shall be allotted upon the recommendation of the budget agency with approval of the governor. This appropriation may be used to supplement individual hospital, state developmental center, and special institutions budgets.

#### INDIANA PRESCRIPTION DRUG PROGRAM

#### Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 8,000,000 | 8,000,000 |
|-------------------------|-----------|-----------|

The family and social services administration shall seek approval from the Centers for Medicare and Medicaid Services of Health and Human Services for a prescription drug waiver for the Indiana prescription drug program. If the waiver is granted, the above appropriation shall be used to match federal funds available under the waiver.

#### CHILDREN'S HEALTH INSURANCE PROGRAM

#### Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 23,800,000 | 26,500,000 |
|-------------------------|------------|------------|

#### FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION

#### FAMILY AND SOCIAL SERVICES ADMINISTRATION

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 13,812,028 | 13,812,028 |
|-------------------------|------------|------------|

#### COMMISSION FOR THE STATUS OF BLACK MALES

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 126,101 | 126,101 |
|-------------------------|---------|---------|

#### OFFICE OF MEDICAID POLICY AND PLANNING - ADMINISTRATION

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 4,124,812 | 4,124,812 |
|-------------------------|-----------|-----------|

#### MEDICAID ADMINISTRATION

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 49,500,000 | 49,500,000 |
|-------------------------|------------|------------|

#### MEDICAID - CURRENT OBLIGATIONS

#### General Fund

|    | <i>FY 2003-2004<br/>Appropriation</i>  | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|-----------------------------------|
| 1  | <b>Total Operating Expense</b>   | <b>1,209,600,000</b>                  | <b>1,209,600,000</b>              |
| 2  | <b>Hospital Care for the Indigent Fund (IC 12-16-14-6)</b>   |                                       |                                   |
| 3  | <b>Total Operating Expense</b>   | <b>55,200,000</b>                     | <b>56,900,000</b>                 |
| 4  | <b>Augmentation allowed.</b>   |                                       |                                   |
| 5  |  |                                       |                                   |
| 6  | <b>The foregoing appropriations for Medicaid current obligations and for Medicaid administration</b> |                                       |                                   |
| 7  | <b>are for the purpose of enabling the office of Medicaid policy and planning to carry</b>           |                                       |                                   |
| 8  | <b>out all services as provided in IC 12-8-6. In addition to the above appropriations,</b>           |                                       |                                   |
| 9  | <b>all money received from the federal government and paid into the state treasury as</b>            |                                       |                                   |
| 10 | <b>a grant or allowance is appropriated and shall be expended by the office of Medicaid</b>          |                                       |                                   |
| 11 | <b>policy and planning for the respective purposes for which the money was allocated</b>             |                                       |                                   |
| 12 | <b>and paid to this state. Subject to the provisions of P.L. 46-1995, if the sums herein</b>         |                                       |                                   |
| 13 | <b>appropriated for Medicaid current obligations and for Medicaid administration are</b>             |                                       |                                   |
| 14 | <b>insufficient to enable the office of Medicaid policy and planning to meet its obligations,</b>    |                                       |                                   |
| 15 | <b>then there is appropriated from the state general fund such further sums as may be</b>            |                                       |                                   |
| 16 | <b>necessary for that purpose, subject to the approval of the governor and the budget</b>            |                                       |                                   |
| 17 | <b>agency.</b>   |                                       |                                   |
| 18 |  |                                       |                                   |
| 19 | <b>Subject to the approval of the governor and the budget agency, the foregoing appropriations</b>   |                                       |                                   |
| 20 | <b>for Medicaid - Current Obligations may be augmented or reduced based on revenues</b>              |                                       |                                   |
| 21 | <b>accruing to the hospital care for the indigent fund.</b>  |                                       |                                   |
| 22 |  |                                       |                                   |
| 23 | <b>MEDICAID DISABILITY ELIGIBILITY EXAMS</b>   |                                       |                                   |
| 24 | <b>Total Operating Expense</b>   | <b>3,195,000</b>                      | <b>3,195,000</b>                  |
| 25 | <b>DIVISION OF MENTAL HEALTH ADMINISTRATION</b>  |                                       |                                   |
| 26 | <b>Personal Services</b>   | <b>2,308,149</b>                      | <b>2,308,149</b>                  |
| 27 | <b>Other Operating Expense</b>   | <b>172,416</b>                        | <b>172,416</b>                    |
| 28 | <b>SERIOUSLY EMOTIONALLY DISTURBED</b>   |                                       |                                   |
| 29 | <b>Total Operating Expense</b>   | <b>16,485,578</b>                     | <b>16,485,578</b>                 |
| 30 | <b>SERIOUSLY MENTALLY ILL</b>  |                                       |                                   |
| 31 | <b>General Fund</b>  |                                       |                                   |
| 32 | <b>Total Operating Expense</b>   | <b>93,894,784</b>                     | <b>93,894,784</b>                 |
| 33 | <b>Mental Health Centers Fund (IC 6-7-1)</b>   |                                       |                                   |
| 34 | <b>Total Operating Expense</b>   | <b>4,445,000</b>                      | <b>4,445,000</b>                  |
| 35 | <b>Augmentation allowed.</b>   |                                       |                                   |
| 36 |  |                                       |                                   |
| 37 | <b>The comprehensive community mental health centers shall submit their proposed annual</b>          |                                       |                                   |
| 38 | <b>budgets (including income and operating statements) to the budget agency on or before</b>         |                                       |                                   |
| 39 | <b>August 1 of each year. All federal funds shall be applied in augmentation of the</b>              |                                       |                                   |
| 40 | <b>foregoing funds rather than in place of any part of the funds.</b>                                |                                       |                                   |
| 41 |  |                                       |                                   |
| 42 | <b>The above appropriations for comprehensive community mental health services include</b>           |                                       |                                   |
| 43 | <b>the intragovernmental transfers necessary to provide the nonfederal share of reimbursement</b>    |                                       |                                   |
| 44 | <b>under the Medicaid rehabilitation option.</b>   |                                       |                                   |
| 45 |  |                                       |                                   |
| 46 | <b>GAMBLER'S ASSISTANCE</b>  |                                       |                                   |
| 47 | <b>Addiction Services Fund (IC 12-23-2-2)</b>  |                                       |                                   |
| 48 | <b>Total Operating Expense</b>   | <b>1,182,056</b>                      | <b>1,182,056</b>                  |
| 49 | <b>SUBSTANCE ABUSE TREATMENT</b>   |                                       |                                   |

|   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|---|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>1 General Fund</b>   |                                       |                                       |                                   |
| <b>2 Total Operating Expense</b>  | <b>5,006,000</b>                      | <b>5,006,000</b>                      |                                   |
| <b>3 Addiction Services Fund (IC 12-23-2-2)</b>   |                                       |                                       |                                   |
| <b>4 Total Operating Expense</b>  | <b>4,946,936</b>                      | <b>4,946,936</b>                      |                                   |
| <b>5 Augmentation allowed.</b>  |                                       |                                       |                                   |
| <b>6 QUALITY ASSURANCE/RESEARCH</b>   |                                       |                                       |                                   |
| <b>7 General Fund</b>   |                                       |                                       |                                   |
| <b>8 Total Operating Expense</b>  | <b>882,976</b>                        | <b>882,976</b>                        |                                   |
| <b>9 Gamblers' Assistance Fund (IC 4-33-12-6)</b>   |                                       |                                       |                                   |
| <b>10 Total Operating Expense</b>   | <b>92,812</b>                         | <b>92,812</b>                         |                                   |
| <b>11 PREVENTION SERVICES</b>   |                                       |                                       |                                   |
| <b>12 Gamblers' Assistance Fund (IC 4-33-12-6)</b>  |                                       |                                       |                                   |
| <b>13 Total Operating Expense</b>   | <b>975,132</b>                        | <b>975,132</b>                        |                                   |
| <b>14</b>   |                                       |                                       |                                   |
| <b>15 MENTAL HEALTH INSTITUTIONS</b>  |                                       |                                       |                                   |
| <b>16 General Fund</b>  |                                       |                                       |                                   |
| <b>17 Total Operating Expense</b>   |                                       |                                       | <b>243,892,654</b>                |
| <b>18 Mental Health Fund (IC 12-24-14-4)</b>  |                                       |                                       |                                   |
| <b>19 Total Operating Expense</b>   |                                       |                                       | <b>41,357,678</b>                 |
| <b>20 Augmentation allowed.</b>   |                                       |                                       |                                   |
| <b>21</b>   |                                       |                                       |                                   |
| <b>22 The foregoing appropriations for the mental health institutions are for the operations</b>  |                                       |                                       |                                   |
| <b>23 of Evansville Psychiatric Treatment Center for Children, Evansville State Hospital,</b>     |                                       |                                       |                                   |
| <b>24 Larue D. Carter Memorial Hospital, Logansport State Hospital, Madison State Hospital,</b>   |                                       |                                       |                                   |
| <b>25 and Richmond State Hospital.</b>  |                                       |                                       |                                   |
| <b>26</b>   |                                       |                                       |                                   |
| <b>27 Sixty-six percent (66%) of the revenue accruing to the state mental health institutions</b> |                                       |                                       |                                   |
| <b>28 under IC 12-15 shall be deposited in the mental health fund established by IC 12-24-14,</b> |                                       |                                       |                                   |
| <b>29 and thirty-four percent (34%) of the revenue accruing to the institutions, under</b>        |                                       |                                       |                                   |
| <b>30 IC 12-15, shall be deposited in the state general fund.</b>                                 |                                       |                                       |                                   |
| <b>31</b>   |                                       |                                       |                                   |
| <b>32 In addition to the above appropriations each institution may qualify for an additional</b>  |                                       |                                       |                                   |
| <b>33 appropriation, or allotment, subject to approval of the governor and the budget agency,</b> |                                       |                                       |                                   |
| <b>34 from the mental health fund of up to twenty percent (20%), but not to exceed \$50,000</b>   |                                       |                                       |                                   |
| <b>35 in each fiscal year, of the amount by which actual net collections exceed an amount</b>     |                                       |                                       |                                   |
| <b>36 specified in writing by the division of mental health and approved by the state budget</b>  |                                       |                                       |                                   |
| <b>37 agency before July 1 of each year beginning July 1, 2003.</b>                               |                                       |                                       |                                   |
| <b>38</b>   |                                       |                                       |                                   |
| <b>39 DIVISION OF FAMILY AND CHILDREN SERVICES ADMINISTRATION</b>                                 |                                       |                                       |                                   |
| <b>40 Personal Services</b>   | <b>3,889,302</b>                      | <b>3,889,302</b>                      |                                   |
| <b>41 Other Operating Expense</b>   | <b>1,498,168</b>                      | <b>1,498,168</b>                      |                                   |
| <b>42 TITLE IV-D OF THE FEDERAL SOCIAL SECURITY ACT (STATE MATCH)</b>                             |                                       |                                       |                                   |
| <b>43 Total Operating Expense</b>   | <b>3,938,171</b>                      | <b>3,938,171</b>                      |                                   |
| <b>44</b>   |                                       |                                       |                                   |
| <b>45 The foregoing appropriations for the division of family and children Title IV-D of</b>      |                                       |                                       |                                   |
| <b>46 the federal Social Security Act are made under, and not in addition to, IC 12-17-2-31.</b>  |                                       |                                       |                                   |
| <b>47</b>   |                                       |                                       |                                   |
| <b>48 STATE WELFARE - COUNTY ADMINISTRATION</b>   |                                       |                                       |                                   |
| <b>49 Total Operating Expense</b>   | <b>98,281,302</b>                     | <b>98,281,302</b>                     |                                   |



|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>1 EDUCATION AND TRAINING</b>  |                                       |                                       |                                   |
| <b>2 Total Operating Expense</b>   | <b>8,309,088</b>                      | <b>8,309,088</b>                      |                                   |
| <b>3 TEMPORARY ASSISTANCE TO NEEDY FAMILIES (TANF)</b>   |                                       |                                       |                                   |
| <b>4 Total Operating Expense</b>   | <b>31,357,943</b>                     | <b>31,357,943</b>                     |                                   |
| <b>5 INFORMATION SYSTEMS/TECHNOLOGY</b>  |                                       |                                       |                                   |
| <b>6 Total Operating Expense</b>   | <b>12,931,228</b>                     | <b>12,931,228</b>                     |                                   |
| <b>7 CHILD CARE SERVICES</b>   |                                       |                                       |                                   |
| <b>8 Total Operating Expense</b>   | <b>33,670,756</b>                     | <b>33,670,756</b>                     |                                   |
| <b>9</b>   |                                       |                                       |                                   |
| <b>10 The foregoing appropriations for information systems/technology, education and training,</b>   |                                       |                                       |                                   |
| <b>11 temporary assistance to needy families (TANF), and child care services are for the</b>         |                                       |                                       |                                   |
| <b>12 purpose of enabling the division of family and children to carry out all services as</b>       |                                       |                                       |                                   |
| <b>13 provided in IC 12-14. In addition to the above appropriations, all money received from the</b> |                                       |                                       |                                   |
| <b>14 federal government and paid into the state treasury as a grant or allowance is</b>             |                                       |                                       |                                   |
| <b>15 appropriated and shall be expended by the division of family and children for the</b>          |                                       |                                       |                                   |
| <b>16 respective purposes for which such money was allocated and paid to this state.</b>             |                                       |                                       |                                   |
| <b>17</b>  |                                       |                                       |                                   |
| <b>18 TITLE IV-B CHILD WELFARE ADMINISTRATION</b>  |                                       |                                       |                                   |
| <b>19 Total Operating Expense</b>  | <b>569,401</b>                        | <b>569,401</b>                        |                                   |
| <b>20 ADOPTION ASSISTANCE</b>  |                                       |                                       |                                   |
| <b>21 Total Operating Expense</b>  | <b>7,302,930</b>                      | <b>7,302,930</b>                      |                                   |
| <b>22</b>  |                                       |                                       |                                   |
| <b>23 The foregoing appropriations for Title IV-B child welfare and adoption assistance</b>          |                                       |                                       |                                   |
| <b>24 represent the maximum state match for Title IV-B, and Title IV-E.</b>                          |                                       |                                       |                                   |
| <b>25</b>  |                                       |                                       |                                   |
| <b>26 DOMESTIC VIOLENCE PREVENTION AND TREATMENT PROGRAM</b>   |                                       |                                       |                                   |
| <b>27 General Fund</b>   |                                       |                                       |                                   |
| <b>28 Total Operating Expense</b>  | <b>1,000,000</b>                      | <b>1,000,000</b>                      |                                   |
| <b>29 Domestic Violence Prevention and Treatment Fund (IC 12-18-4)</b>                               |                                       |                                       |                                   |
| <b>30 Total Operating Expense</b>  | <b>1,000,000</b>                      | <b>1,000,000</b>                      |                                   |
| <b>31 Augmentation allowed.</b>  |                                       |                                       |                                   |
| <b>32 STEP AHEAD</b>   |                                       |                                       |                                   |
| <b>33 Total Operating Expense</b>  | <b>1,784,493</b>                      | <b>1,784,493</b>                      |                                   |
| <b>34 FOOD ASSISTANCE PROGRAM</b>  |                                       |                                       |                                   |
| <b>35 Total Operating Expense</b>  | <b>146,000</b>                        | <b>146,000</b>                        |                                   |
| <b>36 YOUTH SERVICE BUREAU</b>   |                                       |                                       |                                   |
| <b>37 Total Operating Expense</b>  | <b>1,250,000</b>                      | <b>1,250,000</b>                      |                                   |
| <b>38</b>  |                                       |                                       |                                   |
| <b>39 The executive director of the division of family and children shall establish standards</b>    |                                       |                                       |                                   |
| <b>40 for youth service bureaus. Any youth service bureau that is not an agency of a unit</b>        |                                       |                                       |                                   |
| <b>41 of local government or is not registered with the Indiana secretary of state as a</b>          |                                       |                                       |                                   |
| <b>42 nonprofit corporation shall not be funded. The division of family and children shall</b>       |                                       |                                       |                                   |
| <b>43 fund all youth service bureaus that meet the standards as established June 30, 1983.</b>       |                                       |                                       |                                   |
| <b>44 However, a grant may not be made without approval by the budget agency after review</b>        |                                       |                                       |                                   |
| <b>45 by the budget committee.</b>   |                                       |                                       |                                   |
| <b>46</b>  |                                       |                                       |                                   |
| <b>47 EARLY CHILDHOOD INTERVENTION SERVICES/PROJECT SAFEPLACE</b>                                    |                                       |                                       |                                   |
| <b>48 Total Operating Expense</b>  | <b>6,583,433</b>                      | <b>6,583,433</b>                      |                                   |
| <b>49</b>  |                                       |                                       |                                   |

**SOCIAL SERVICES BLOCK GRANT (SSBG)**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>16,534,000</b> | <b>16,534,000</b> |
|--------------------------------|-------------------|-------------------|

The above appropriated funds are allocated in the following manner during the biennium:

**Division of Disability, Aging, and Rehabilitative Services**

|                  |                  |
|------------------|------------------|
| <b>1,615,017</b> | <b>1,615,017</b> |
|------------------|------------------|

**Division of Family and Children, Child Welfare**

|                   |                   |
|-------------------|-------------------|
| <b>12,404,090</b> | <b>12,404,090</b> |
|-------------------|-------------------|

**Division of Family and Children, Family Protection Services**

|                  |                  |
|------------------|------------------|
| <b>1,475,214</b> | <b>1,475,214</b> |
|------------------|------------------|

**Department of Health**

|                |                |
|----------------|----------------|
| <b>228,376</b> | <b>228,376</b> |
|----------------|----------------|

**Department of Correction**

|                |                |
|----------------|----------------|
| <b>811,303</b> | <b>811,303</b> |
|----------------|----------------|

**FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION**

**AGING AND DISABILITY SERVICES**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>16,941,480</b> | <b>16,941,480</b> |
|--------------------------------|-------------------|-------------------|

**DIVISION OF DISABILITY, AGING, AND REHABILITATIVE SERVICES ADMINISTRATION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>2,313,812</b> | <b>2,313,812</b> |
|--------------------------------|------------------|------------------|

The above appropriations for the division of disability, aging, and rehabilitative services administration are for administrative expenses. Any federal fund reimbursements received for such purposes are to be deposited in the state general fund.

Of the foregoing appropriations for the division of disability, aging, and rehabilitative services, \$1,546,593 is appropriated in each year for home health providers for the purpose of increasing the salaries of direct care workers.

**C.H.O.I.C.E. IN-HOME SERVICES**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>48,673,544</b> | <b>48,673,544</b> |
|--------------------------------|-------------------|-------------------|

The foregoing appropriations for C.H.O.I.C.E./In-Home Services include intragovernmental transfers to provide the nonfederal share of the Medicaid aged and disabled waiver. In addition to the Medicaid aged and disabled waivers provided under intragovernmental transfers, additional amounts of the foregoing appropriations may be used each year for Medicaid aged and disabled waivers.

If the appropriations for C.H.O.I.C.E./In-Home Services are insufficient to provide services to all eligible persons, the division of disability, aging, and rehabilitative services may give priority for services to persons who are unable to perform three (3) or more activities of daily living (as defined in IC 12-10-10-1.5). The division of disability, aging, and rehabilitative services may discontinue conducting assessments for individuals applying for services under the C.H.O.I.C.E./In-Home Services program if a waiting list for such services exists.

The division of disability, aging, and rehabilitative services shall conduct an annual

evaluation of the cost effectiveness of providing home care. Before January of each year, the division shall submit a report to the budget committee, the budget agency, and the legislative council that covers all aspects of the division's evaluation and such other information pertaining thereto as may be requested by the budget committee, the budget agency, or the legislative council, including the following:

- (1) the number and demographic characteristics of the recipients of home care during the preceding fiscal year;
- (2) the total cost and per recipient cost of providing home care services during the preceding fiscal year;
- (3) the number of recipients of home care services who would have been placed in long term care facilities had they not received home care services; and
- (4) the total cost savings during the preceding fiscal year realized by the state due to recipients of home care services (including Medicaid) being diverted from long term care facilities.

The division shall obtain from providers of services data on their costs and expenditures regarding implementation of the program and report the findings to the budget committee, the budget agency, and the legislative council.

#### VOCATIONAL REHABILITATION SERVICES

|                         |            |            |
|-------------------------|------------|------------|
| Personal Services       | 3,555,739  | 3,555,739  |
| Other Operating Expense | 11,952,631 | 11,952,631 |

#### AID TO INDEPENDENT LIVING

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 22,222 | 22,222 |
|-------------------------|--------|--------|

#### ATTAIN PROJECT

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 355,500 | 355,500 |
|-------------------------|---------|---------|

#### OFFICE OF DEAF AND HEARING IMPAIRED

|                         |         |         |
|-------------------------|---------|---------|
| Personal Services       | 278,202 | 278,202 |
| Other Operating Expense | 219,519 | 219,519 |

#### BLIND VENDING OPERATIONS

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 130,137 | 130,137 |
|-------------------------|---------|---------|

#### DEVELOPMENTALLY DISABLED CLIENT SERVICES

##### General Fund

|                         |             |
|-------------------------|-------------|
| Total Operating Expense | 164,538,450 |
|-------------------------|-------------|

##### Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                         |            |
|-------------------------|------------|
| Total Operating Expense | 47,100,000 |
|-------------------------|------------|

With the approval of the governor and the budget agency, an amount up to \$1,250,000 for each year of the biennium may be transferred from the above appropriation for client services to early childhood intervention services.

The above appropriations for client services include the intragovernmental transfers necessary to provide the nonfederal share of reimbursement under the Medicaid program for day services provided to residents of group homes and nursing facilities.

In the development of new community residential settings for persons with developmental disabilities, the division of disability, aging, and rehabilitative services must give priority to the appropriate placement of such persons who are eligible for Medicaid and currently residing in intermediate care or skilled nursing facilities and, to

the extent permitted by law, such persons who reside with aged parents or guardians or families in crisis.

#### QUALITY ASSURANCE SERVICES

From the Community Services Quality Assurance Fund (IC 12-11-1.1-10)

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 10,000,000 | 10,000,000 |
|-------------------------|------------|------------|

Augmentation allowed.

#### STATE DEVELOPMENTAL CENTERS

From the General Fund

|                         |  |            |
|-------------------------|--|------------|
| Total Operating Expense |  | 90,541,100 |
|-------------------------|--|------------|

From the Mental Health Fund (IC 12-24-14-4)

|                         |  |            |
|-------------------------|--|------------|
| Total Operating Expense |  | 82,181,216 |
|-------------------------|--|------------|

From the Muscatatuck State Developmental Center -

- Vocational Program Account

|                         |  |        |
|-------------------------|--|--------|
| Total Operating Expense |  | 17,920 |
|-------------------------|--|--------|

Augmentation allowed.

The foregoing appropriations for the state developmental centers are for the operations of the Fort Wayne state developmental center and the Muscatatuck state developmental center.

Sixty-six percent (66%) of the revenue accruing to the above named state developmental centers under IC 12-15 shall be deposited in the mental health fund established under IC 12-24-14, and thirty-four percent (34%) of the revenue accruing to the above named institutions under IC 12-15 shall be deposited in the state general fund.

In addition to the above appropriations, each institution may qualify for an additional appropriation, or allotment, subject to approval of the governor and the budget agency, from the mental health fund of up to twenty percent (20%) but not to exceed \$50,000, of the amount in which actual net collections exceed an amount specified in writing by the division of disability, aging, and rehabilitative services and approved by the budget agency before July 1 of each year beginning July 1, 2003.

#### B. PUBLIC HEALTH

##### FOR THE STATE DEPARTMENT OF HEALTH

Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                   |            |            |
|-------------------|------------|------------|
| Personal Services | 18,694,664 | 18,694,664 |
|-------------------|------------|------------|

|                         |           |           |
|-------------------------|-----------|-----------|
| Other Operating Expense | 9,854,223 | 9,854,223 |
|-------------------------|-----------|-----------|

All receipts to the state department of health from licenses or permit fees shall be deposited in the state general fund.

#### CANCER REGISTRY

Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 237,224 | 237,224 |
|-------------------------|---------|---------|

#### MINORITY HEALTH INITIATIVE

Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,092,500 | 2,092,500 |
|-------------------------|-----------|-----------|

**SICKLE CELL**

|   |         |         |
|---|---------|---------|
| Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3) |         |         |
| Total Operating Expense                                   | 232,500 | 232,500 |

**AID TO COUNTY TUBERCULOSIS HOSPITALS**

|   |         |         |
|---|---------|---------|
| Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3) |         |         |
| Other Operating Expense                                   | 107,397 | 107,397 |

These funds shall be used for eligible expenses according to IC 16-21-7-3 for tuberculosis patients for whom there are no other sources of reimbursement, including patient resources, health insurance, medical assistance payments, and hospital care for the indigent.

**MEDICARE-MEDICAID CERTIFICATION**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 4,429,886 | 4,429,886 |
|-------------------------|-----------|-----------|

Personal services augmentation allowed in amounts not to exceed additional revenue from health facilities license fee increases or from health care providers (as defined in IC 16-18-2-163) fee increases enacted after January 1, 2003, or adopted by the Executive Board of the Indiana State Department of Health pursuant to IC 16-19-3-35.

**AIDS EDUCATION**

|   |         |         |
|---|---------|---------|
| Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3) |         |         |
| Personal Services   | 315,208 | 315,208 |
| Other Operating Expense                                   | 359,594 | 359,594 |

**HIV/AIDS SERVICES**

|   |           |           |
|---|-----------|-----------|
| Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3) |           |           |
| Total Operating Expense                                   | 2,325,004 | 2,325,004 |

**TEST FOR DRUG AFFLICTED BABIES**

|   |        |        |
|---|--------|--------|
| Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3) |        |        |
| Total Operating Expense                                   | 62,496 | 62,496 |

The above appropriations for drug afflicted babies shall be used for the following purposes:

- (1) All newborn infants shall be tested for the presence of a controlled substance in the infant's meconium if they meet the criteria established by the state department of health. These criteria will, at a minimum, include all newborns, if at birth:
  - (A) the infant's weight is less than two thousand five hundred (2,500) grams;
  - (B) the infant's head is smaller than the third percentile for the infant's gestational age; and
  - (C) there is no medical explanation for the conditions described in clauses (A) and (B).
- (2) If a meconium test determines the presence of a controlled substance in the infant's meconium, the infant may be declared a child in need of services as provided in IC 31-34-1-10 through IC 31-34-1-13. However, the child's mother may not be prosecuted in connection with the results of the test.
- (3) The state department of health shall provide forms on which the results of a meconium test performed on an infant under subdivision (1) must be reported to the state department of health by physicians and hospitals.
- (4) The state department of health shall, at least semiannually:
  - (A) ascertain the extent of testing under this chapter; and
  - (B) report its findings under subdivision (1) to:

- (i) all hospitals;
- (ii) physicians who specialize in obstetrics and gynecology or work with infants and young children; and
- (iii) any other group interested in child welfare that requests a copy of the report from the state department of health.
- (5) The state department of health shall designate at least one (1) laboratory to perform the meconium test required under subdivisions (1) through (8). The designated laboratories shall perform a meconium test on each infant described in subdivision (1) to detect the presence of a controlled substance.
- (6) Subdivisions (1) through (7) do not prevent other facilities from conducting tests on infants to detect the presence of a controlled substance.
- (7) Each hospital and physician shall:
  - (A) take or cause to be taken a meconium sample from every infant born under the hospital's and physician's care who meets the description under subdivision (1); and
  - (B) transport or cause to be transported each meconium sample described in clause (A) to a laboratory designated under subdivision (5) to test for the presence of a controlled substance as required under subdivisions (1) through (7).
- (8) The state department of health shall continue to evaluate the program established under subdivisions (1) through (7). The state department of health shall report the results of the evaluation to the general assembly not later than January 30, 2004, and January 30, 2005. The general assembly shall use the results of the evaluation to determine whether to continue the testing program established under subdivisions (1) through (7).
- (9) The state department of health shall establish guidelines to carry out this program, including guidance to physicians, medical schools, and birthing centers as to the following:
  - (A) Proper and timely sample collection and transportation under subdivision (7) of this appropriation.
  - (B) Quality testing procedures at the laboratories designated under subdivision 5 of this appropriation.
  - (C) Uniform reporting procedures.
  - (D) Appropriate diagnosis and management of affected newborns and counseling and support programs for newborns' families.
- (10) A medically appropriate discharge of an infant may not be delayed due to the results of the test described in subdivision (1) or due to the pendency of the results of the test described in subdivision (1).

#### **STATE CHRONIC DISEASES**

##### **Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>91,741</b>  | <b>91,741</b>  |
| <b>Other Operating Expense</b> | <b>444,775</b> | <b>444,775</b> |

At least \$82,560 of the above appropriations shall be for grants to community groups and organizations as provided in IC 16-46-7-8.

#### **WOMEN, INFANTS, AND CHILDREN SUPPLEMENT**

##### **Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>176,700</b> | <b>176,700</b> |
|--------------------------------|----------------|----------------|

**MATERNAL AND CHILD HEALTH SUPPLEMENT**

**Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>176,700</b> | <b>176,700</b> |
|--------------------------------|----------------|----------------|

Notwithstanding IC 6-7-1-30.2, the above appropriations for the women, infants, and children supplement and maternal and child health supplement are the total appropriations provided for this purpose.

**CANCER EDUCATION AND DIAGNOSIS - BREAST CANCER**

**Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>93,000</b> | <b>93,000</b> |
|--------------------------------|---------------|---------------|

**ADOPTION HISTORY**

**Adoption History Fund (IC 31-19-18)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>172,170</b> | <b>172,170</b> |
|--------------------------------|----------------|----------------|

Augmentation allowed.

**CHILDREN WITH SPECIAL HEALTH CARE NEEDS**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>5,848,119</b> | <b>5,848,119</b> |
|--------------------------------|------------------|------------------|

**LOCAL HEALTH MAINTENANCE FUND**

**Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>3,800,000</b> | <b>3,800,000</b> |
|--------------------------------|------------------|------------------|

The foregoing appropriation for the local health maintenance fund is made notwithstanding IC 6-7-1-30.5.

**COMMUNITY HEALTH CENTERS**

**Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>15,000,000</b> | <b>15,000,000</b> |
|--------------------------------|-------------------|-------------------|

**NEWBORN SCREENING PROGRAM**

**Newborn Screening Fund (IC 16-41-17)**

|                          |                |                |
|--------------------------|----------------|----------------|
| <b>Personal Services</b> | <b>117,823</b> | <b>117,823</b> |
|--------------------------|----------------|----------------|

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Other Operating Expense</b> | <b>1,093,914</b> | <b>1,093,914</b> |
|--------------------------------|------------------|------------------|

Augmentation allowed.

**INDIANA HEALTH CARE PROFESSIONAL RECRUITMENT AND RETENTION**

**Indiana Medical and Nursing Grant Fund (IC 16-46-5)**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>40,000</b> | <b>40,000</b> |
|--------------------------------|---------------|---------------|

Augmentation allowed.

**RADON GAS TRUST FUND**

**Radon Gas Trust Fund (IC 16-41-38-8)**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>15,000</b> | <b>15,000</b> |
|--------------------------------|---------------|---------------|

Augmentation allowed.

**BIRTH PROBLEMS REGISTRY**

**Birth Problems Registry Fund (IC 16-38-4)**

|                          |               |               |
|--------------------------|---------------|---------------|
| <b>Personal Services</b> | <b>29,976</b> | <b>29,976</b> |
|--------------------------|---------------|---------------|

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Other Operating Expense</b> | <b>10,661</b> | <b>10,661</b> |
|--------------------------------|---------------|---------------|

Augmentation allowed.

**MOTOR FUEL INSPECTION PROGRAM**

**Motor Fuel Inspection Fund (IC 16-44-3-10)**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>80,313</b> | <b>80,313</b> |
|--------------------------------|---------------|---------------|

Augmentation allowed.

|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>PROJECT RESPECT</b>   |                                       |                                       |                                   |
| 2  | <b>Total Operating Expense</b>   | <b>597,787</b>                        | <b>597,787</b>                        |                                   |
| 3  | <b>DONATED DENTAL SERVICES</b>   |                                       |                                       |                                   |
| 4  | <b>Total Operating Expense</b>   | <b>46,500</b>                         | <b>46,500</b>                         |                                   |
| 5  |  |                                       |                                       |                                   |
| 6  | The above appropriation shall be used by the Indiana foundation for dentistry for      |                                       |                                       |                                   |
| 7  | the handicapped.   |                                       |                                       |                                   |
| 8  |  |                                       |                                       |                                   |
| 9  | <b>OFFICE OF WOMEN'S HEALTH</b>  |                                       |                                       |                                   |
| 10 | <b>Total Operating Expense</b>   | <b>162,749</b>                        | <b>162,749</b>                        |                                   |
| 11 |  |                                       |                                       |                                   |
| 12 | <b>SILVERCREST CHILDREN'S DEVELOPMENT CENTER</b>                                       |                                       |                                       |                                   |
| 13 | <b>Personal Services</b>   | <b>6,774,075</b>                      | <b>6,774,075</b>                      |                                   |
| 14 | <b>Other Operating Expense</b>   | <b>660,595</b>                        | <b>660,595</b>                        |                                   |
| 15 | <b>SOLDIERS' AND SAILORS' CHILDREN'S HOME</b>  |                                       |                                       |                                   |
| 16 | <b>Personal Services</b>   | <b>8,854,535</b>                      | <b>8,854,535</b>                      |                                   |
| 17 | <b>Other Operating Expense</b>   | <b>1,152,667</b>                      | <b>1,152,667</b>                      |                                   |
| 18 | <b>INDIANA VETERANS' HOME</b>  |                                       |                                       |                                   |
| 19 | <b>From the General Fund</b>   |                                       |                                       |                                   |
| 20 |  | <b>12,515,923</b>                     | <b>12,736,091</b>                     |                                   |
| 21 | <b>From the Comfort - Welfare Fund</b>   |                                       |                                       |                                   |
| 22 |  | <b>9,292,152</b>                      | <b>9,292,152</b>                      |                                   |
| 23 |  |                                       |                                       |                                   |
| 24 | The amounts specified from the General Fund and the Comfort-Welfare Fund are for the   |                                       |                                       |                                   |
| 25 | following purposes:  |                                       |                                       |                                   |
| 26 |  |                                       |                                       |                                   |
| 27 | <b>Personal Services</b>   | <b>17,530,659</b>                     | <b>17,555,659</b>                     |                                   |
| 28 | <b>Other Operating Expense</b>   | <b>4,277,416</b>                      | <b>4,472,584</b>                      |                                   |
| 29 |  |                                       |                                       |                                   |
| 30 | Subject to approval of the budget agency, any revenue accruing to the Silvercrest      |                                       |                                       |                                   |
| 31 | Children's Development Center and Soldiers' and Sailors' Children's Home from the      |                                       |                                       |                                   |
| 32 | receipt of Medicaid reimbursement may be used to augment the above appropriations.     |                                       |                                       |                                   |
| 33 | Any revenues not used for augmentation shall be deposited in the state general fund.   |                                       |                                       |                                   |
| 34 |  |                                       |                                       |                                   |
| 35 | <b>FOR THE INDIANA SCHOOL FOR THE BLIND</b>  |                                       |                                       |                                   |
| 36 | <b>Personal Services</b>   | <b>9,635,103</b>                      | <b>9,635,103</b>                      |                                   |
| 37 | <b>Other Operating Expense</b>   | <b>728,554</b>                        | <b>728,554</b>                        |                                   |
| 38 |  |                                       |                                       |                                   |
| 39 | <b>FOR THE INDIANA SCHOOL FOR THE DEAF</b>   |                                       |                                       |                                   |
| 40 | <b>Personal Services</b>   | <b>15,748,129</b>                     | <b>15,748,129</b>                     |                                   |
| 41 | <b>Other Operating Expense</b>   | <b>1,439,925</b>                      | <b>1,439,925</b>                      |                                   |
| 42 |  |                                       |                                       |                                   |
| 43 | <b>FOR THE STATE DEPARTMENT OF HEALTH</b>  |                                       |                                       |                                   |
| 44 |  |                                       |                                       |                                   |
| 45 | <b>LOCAL HEALTH DEPARTMENT ACCOUNT</b>   |                                       |                                       |                                   |
| 46 | <b>Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)</b>                       |                                       |                                       |                                   |
| 47 | <b>Total Operating Expense</b>   | <b>3,000,000</b>                      | <b>3,000,000</b>                      |                                   |
| 48 |  |                                       |                                       |                                   |
| 49 | The foregoing appropriations for the local health department account are the statutory |                                       |                                       |                                   |



distributions per IC 4-12-7.

**FOR THE TOBACCO USE PREVENTION AND CESSATION BOARD**  
**TOBACCO USE PREVENTION AND CESSATION PROGRAM**  
**Tobacco Master Settlement Agreement Fund (IC 4-12-1-14.3)**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>10,820,640</b> | <b>10,820,640</b> |
|--------------------------------|-------------------|-------------------|

Of the above appropriation, \$820,640 may be used for the board's operating budget each year.

**C. VETERANS' AFFAIRS**

**FOR THE DEPARTMENT OF VETERANS' AFFAIRS**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>620,693</b> | <b>620,693</b> |
| <b>Other Operating Expense</b> | <b>216,564</b> | <b>216,564</b> |

The foregoing appropriations for the department of veterans' affairs include operating funds for the veterans' cemetery. Notwithstanding IC 10-5-1-8, staff employed for the operation and maintenance of the veterans' cemetery shall be selected as are all other state employees.

**DISABLED AMERICAN VETERANS OF WORLD WARS**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>40,000</b> | <b>40,000</b> |
|--------------------------------|---------------|---------------|

**AMERICAN VETERANS OF WORLD WAR II, KOREA, AND VIETNAM**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>30,000</b> | <b>30,000</b> |
|--------------------------------|---------------|---------------|

**VETERANS OF FOREIGN WARS**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>30,000</b> | <b>30,000</b> |
|--------------------------------|---------------|---------------|

**VIETNAM VETERANS OF AMERICA**

|                                |  |               |
|--------------------------------|--|---------------|
| <b>Total Operating Expense</b> |  | <b>20,000</b> |
|--------------------------------|--|---------------|

**SECTION 9. [EFFECTIVE JULY 1, 2003]**

**EDUCATION**

**A. HIGHER EDUCATION**

**FOR INDIANA UNIVERSITY**

**BLOOMINGTON CAMPUS**

|                                |                    |                    |
|--------------------------------|--------------------|--------------------|
| <b>Total Operating Expense</b> | <b>186,347,154</b> | <b>188,822,964</b> |
| <b>Informatics</b>             | <b>1,250,000</b>   | <b>1,800,000</b>   |
| <b>Fee Replacement</b>         | <b>16,146,719</b>  | <b>16,303,973</b>  |

**FOR INDIANA UNIVERSITY REGIONAL CAMPUSES**

**EAST**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>7,177,058</b> | <b>7,412,161</b> |
| <b>Fee Replacement</b>         | <b>1,804,606</b> | <b>1,812,830</b> |

**KOKOMO**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>9,793,428</b> | <b>9,952,865</b> |
| <b>Fee Replacement</b>         | <b>2,022,724</b> | <b>2,031,944</b> |

|    |  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>NORTHWEST</b>   |                                       |                                       |                                   |
| 2  | <b>Total Operating Expense</b>   | <b>16,929,548</b>                     | <b>17,033,155</b>                     |                                   |
| 3  | <b>Fee Replacement</b>   | <b>3,557,707</b>                      | <b>3,573,923</b>                      |                                   |
| 4  | <b>SOUTH BEND</b>  |                                       |                                       |                                   |
| 5  | <b>Total Operating Expense</b>   | <b>21,618,737</b>                     | <b>22,145,836</b>                     |                                   |
| 6  | <b>Fee Replacement</b>   | <b>5,427,781</b>                      | <b>5,452,521</b>                      |                                   |
| 7  | <b>SOUTHEAST</b>   |                                       |                                       |                                   |
| 8  | <b>Total Operating Expense</b>   | <b>18,235,316</b>                     | <b>18,759,688</b>                     |                                   |
| 9  | <b>Fee Replacement</b>   | <b>4,924,139</b>                      | <b>4,946,583</b>                      |                                   |
| 10 |  |                                       |                                       |                                   |
| 11 | <b>TOTAL APPROPRIATION - INDIANA UNIVERSITY REGIONAL CAMPUSES</b>                          |                                       |                                       |                                   |
| 12 |  | <b>91,491,044</b>                     | <b>93,121,506</b>                     |                                   |
| 13 |  |                                       |                                       |                                   |
| 14 | <b>FOR INDIANA UNIVERSITY - PURDUE UNIVERSITY</b>  |                                       |                                       |                                   |
| 15 | <b>AT INDIANAPOLIS (IUPUI)</b>   |                                       |                                       |                                   |
| 16 | <b>HEALTH DIVISIONS</b>  |                                       |                                       |                                   |
| 17 | <b>Total Operating Expense</b>   | <b>85,860,719</b>                     | <b>87,323,278</b>                     |                                   |
| 18 | <b>Fee Replacement</b>   | <b>3,462,881</b>                      | <b>3,482,543</b>                      |                                   |
| 19 |  |                                       |                                       |                                   |
| 20 | <b>FOR INDIANA UNIVERSITY - REGIONAL MEDICAL CENTERS</b>                                   |                                       |                                       |                                   |
| 21 | <b>EVANSVILLE REGIONAL MEDICAL CENTER</b>  |                                       |                                       |                                   |
| 22 | <b>Total Operating Expense</b>   | <b>1,449,787</b>                      | <b>1,474,483</b>                      |                                   |
| 23 | <b>FORT WAYNE REGIONAL MEDICAL CENTER</b>  |                                       |                                       |                                   |
| 24 | <b>Total Operating Expense</b>   | <b>1,333,711</b>                      | <b>1,356,430</b>                      |                                   |
| 25 | <b>NORTHWEST REGIONAL MEDICAL CENTER</b>   |                                       |                                       |                                   |
| 26 | <b>Total Operating Expense</b>   | <b>1,894,720</b>                      | <b>1,926,995</b>                      |                                   |
| 27 | <b>LAFAYETTE REGIONAL MEDICAL CENTER</b>   |                                       |                                       |                                   |
| 28 | <b>Total Operating Expense</b>   | <b>1,691,305</b>                      | <b>1,720,115</b>                      |                                   |
| 29 | <b>MUNCIE REGIONAL MEDICAL CENTER</b>  |                                       |                                       |                                   |
| 30 | <b>Total Operating Expense</b>   | <b>1,520,758</b>                      | <b>1,546,663</b>                      |                                   |
| 31 | <b>SOUTH BEND REGIONAL MEDICAL CENTER</b>  |                                       |                                       |                                   |
| 32 | <b>Total Operating Expense</b>   | <b>1,410,322</b>                      | <b>1,434,345</b>                      |                                   |
| 33 | <b>TERRE HAUTE REGIONAL MEDICAL CENTER</b>   |                                       |                                       |                                   |
| 34 | <b>Total Operating Expense</b>   | <b>1,681,408</b>                      | <b>1,710,049</b>                      |                                   |
| 35 |  |                                       |                                       |                                   |
| 36 | <b>The Indiana University school of medicine shall submit to the Indiana commission</b>    |                                       |                                       |                                   |
| 37 | <b>for higher education before May 15 of each year an accountability report containing</b> |                                       |                                       |                                   |
| 38 | <b>data on the number of medical school graduates who entered primary care physician</b>   |                                       |                                       |                                   |
| 39 | <b>residencies in Indiana from the school's most recent graduating class.</b>              |                                       |                                       |                                   |
| 40 |  |                                       |                                       |                                   |
| 41 | <b>GENERAL ACADEMIC DIVISIONS</b>  |                                       |                                       |                                   |
| 42 | <b>Total Operating Expense</b>   | <b>83,148,897</b>                     | <b>85,022,331</b>                     |                                   |
| 43 | <b>Informatics</b>   | <b>1,250,000</b>                      | <b>1,850,000</b>                      |                                   |
| 44 | <b>Fee Replacement</b>   | <b>16,208,181</b>                     | <b>16,300,205</b>                     |                                   |
| 45 |  |                                       |                                       |                                   |
| 46 | <b>TOTAL APPROPRIATIONS - IUPUI</b>  |                                       |                                       |                                   |
| 47 |  | <b>200,912,689</b>                    | <b>205,147,437</b>                    |                                   |
| 48 |  |                                       |                                       |                                   |
| 49 | <b>Transfers of allocations between campuses to correct for errors in allocation among</b> |                                       |                                       |                                   |

the campuses of Indiana University can be made by the institution with the approval of the commission for higher education and the budget agency. Indiana University shall maintain current operations at all statewide medical education sites.

**FOR INDIANA UNIVERSITY**

**ABILENE NETWORK OPERATIONS CENTER**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 817,502 | 817,502 |
|-------------------------|---------|---------|

**SPINAL CORD AND HEAD INJURY RESEARCH CENTER**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 473,956 | 473,956 |
|-------------------------|---------|---------|

**DIVISION OF LABOR STUDIES IN CONTINUING EDUCATION**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 358,368 | 358,368 |
|-------------------------|---------|---------|

**OPTOMETRY BOARD EDUCATION FUND**

|                         |        |       |
|-------------------------|--------|-------|
| Total Operating Expense | 29,000 | 1,500 |
|-------------------------|--------|-------|

**CHEMICAL TEST TRAINING**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 644,058 | 644,058 |
|-------------------------|---------|---------|

**INSTITUTE FOR THE STUDY OF DEVELOPMENTAL DISABILITIES**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,432,526 | 2,432,526 |
|-------------------------|-----------|-----------|

**GEOLOGICAL SURVEY**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 3,046,002 | 3,046,002 |
|-------------------------|-----------|-----------|

**INDUSTRIAL RESEARCH LIAISON PROGRAM**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 249,964 | 249,964 |
|-------------------------|---------|---------|

**LOCAL GOVERNMENT ADVISORY COMMISSION**

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 55,518 | 55,518 |
|-------------------------|--------|--------|

**FOR PURDUE UNIVERSITY**

**WEST LAFAYETTE**

|                         |             |             |
|-------------------------|-------------|-------------|
| Total Operating Expense | 226,916,537 | 231,223,996 |
|-------------------------|-------------|-------------|

|                        |           |           |
|------------------------|-----------|-----------|
| Biomedical Engineering | 1,250,000 | 2,500,000 |
|------------------------|-----------|-----------|

|                 |            |            |
|-----------------|------------|------------|
| Fee Replacement | 21,271,920 | 17,632,498 |
|-----------------|------------|------------|

**FOR PURDUE UNIVERSITY - REGIONAL CAMPUSES**

**CALUMET**

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 25,996,097 | 26,258,043 |
|-------------------------|------------|------------|

|                 |           |           |
|-----------------|-----------|-----------|
| Fee Replacement | 1,935,321 | 1,935,778 |
|-----------------|-----------|-----------|

**NORTH CENTRAL**

|                         |           |            |
|-------------------------|-----------|------------|
| Total Operating Expense | 9,776,744 | 10,038,202 |
|-------------------------|-----------|------------|

|                 |           |   |
|-----------------|-----------|---|
| Fee Replacement | 1,468,004 | 0 |
|-----------------|-----------|---|

**TOTAL APPROPRIATION - PURDUE UNIVERSITY REGIONAL CAMPUSES**

|            |            |
|------------|------------|
| 39,176,166 | 38,232,023 |
|------------|------------|

**FOR INDIANA UNIVERSITY - PURDUE UNIVERSITY**

**AT FORT WAYNE (IUPUFW)**

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 31,122,593 | 32,252,378 |
|-------------------------|------------|------------|

|                                     |         |           |
|-------------------------------------|---------|-----------|
| Northeast Indiana Innovation Center | 500,000 | 1,000,000 |
|-------------------------------------|---------|-----------|

|                 |           |           |
|-----------------|-----------|-----------|
| Fee Replacement | 3,683,717 | 3,331,188 |
|-----------------|-----------|-----------|

Transfers of allocations between campuses to correct for errors in allocation among the campuses of Purdue University can be made by the institution with the approval

of the commission for higher education and the budget agency.

**FOR PURDUE UNIVERSITY**

**ANIMAL DISEASE DIAGNOSTIC LABORATORY SYSTEM**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>3,353,629</b> | <b>3,353,629</b> |
|--------------------------------|------------------|------------------|

The above appropriations shall be used to fund the animal disease diagnostic laboratory system (ADDL), which consists of the main ADDL at West Lafayette, the bangs disease testing service at West Lafayette, and the southern branch of ADDL Southern Indiana Purdue Agricultural Center (SIPAC) in Dubois County. The above appropriations are in addition to any user charges that may be established and collected under IC 15-2.1-5-6. Notwithstanding IC 15-2.1-5-5, the trustees of Purdue University may approve reasonable charges for testing for pseudorabies.

**STATEWIDE TECHNOLOGY**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>5,468,959</b> | <b>5,468,959</b> |
|--------------------------------|------------------|------------------|

**COUNTY AGRICULTURAL EXTENSION EDUCATORS**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>7,103,447</b> | <b>7,103,447</b> |
|--------------------------------|------------------|------------------|

**AGRICULTURAL RESEARCH AND EXTENSION - CROSSROADS**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>7,107,724</b> | <b>7,107,724</b> |
|--------------------------------|------------------|------------------|

**CENTER FOR PARALYSIS RESEARCH**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>472,445</b> | <b>472,445</b> |
|--------------------------------|----------------|----------------|

**UNIVERSITY-BASED BUSINESS ASSISTANCE**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,100,715</b> | <b>1,100,715</b> |
|--------------------------------|------------------|------------------|

**NORTH CENTRAL - VALPO NURSING PARTNERSHIP**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>98,662</b> | <b>98,662</b> |
|--------------------------------|---------------|---------------|

**FOR INDIANA STATE UNIVERSITY**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>76,118,611</b> | <b>76,959,827</b> |
|--------------------------------|-------------------|-------------------|

|   |                |                  |
|---|----------------|------------------|
| <b>Expanding Information Tech Expertise</b> | <b>500,000</b> | <b>1,000,000</b> |
|---|----------------|------------------|

|                        |                  |                  |
|------------------------|------------------|------------------|
| <b>Fee Replacement</b> | <b>6,549,325</b> | <b>6,549,470</b> |
|------------------------|------------------|------------------|

**FOR UNIVERSITY OF SOUTHERN INDIANA**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>31,021,241</b> | <b>32,482,202</b> |
|--------------------------------|-------------------|-------------------|

|  |                |                |
|--|----------------|----------------|
| <b>Engineering Equip / Program Needs</b> | <b>250,000</b> | <b>600,000</b> |
|--|----------------|----------------|

|                        |                  |                  |
|------------------------|------------------|------------------|
| <b>Fee Replacement</b> | <b>5,862,166</b> | <b>5,859,415</b> |
|------------------------|------------------|------------------|

**HISTORIC NEW HARMONY**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>356,216</b> | <b>356,216</b> |
|--------------------------------|----------------|----------------|

**YOUNG ABE LINCOLN**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>238,562</b> | <b>238,562</b> |
|--------------------------------|----------------|----------------|

**FOR BALL STATE UNIVERSITY**

|                                |                    |                    |
|--------------------------------|--------------------|--------------------|
| <b>Total Operating Expense</b> | <b>119,036,058</b> | <b>121,523,533</b> |
|--------------------------------|--------------------|--------------------|

|   |                |                  |
|---|----------------|------------------|
| <b>Entrepren. Prog/Com. Dev Plan Inst</b> | <b>750,000</b> | <b>1,700,000</b> |
|---|----------------|------------------|

|                        |                  |                  |
|------------------------|------------------|------------------|
| <b>Fee Replacement</b> | <b>8,093,255</b> | <b>8,094,555</b> |
|------------------------|------------------|------------------|

**ACADEMY FOR SCIENCE, MATHEMATICS, AND HUMANITIES**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>4,196,355</b> | <b>4,196,355</b> |
|--------------------------------|------------------|------------------|

**FOR VINCENNES UNIVERSITY**

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | <b>Total Operating Expense</b>  | <b>32,398,037</b>                     | <b>33,878,209</b>                     |                                   |
| 2  | <b>Digital Communications/Info Tech</b>   | <b>525,000</b>                        | <b>1,065,000</b>                      |                                   |
| 3  | <b>Fee Replacement</b>  | <b>2,666,455</b>                      | <b>2,669,550</b>                      |                                   |
| 4  |   |                                       |                                       |                                   |
| 5  | <b>FOR IVY TECH STATE COLLEGE</b>   |                                       |                                       |                                   |
| 6  | <b>Total Operating Expense</b>  | <b>112,787,506</b>                    | <b>121,358,381</b>                    |                                   |
| 7  | <b>Expand State. Access-A.S.Nursing Prog</b>  | <b>800,000</b>                        | <b>1,500,000</b>                      |                                   |
| 8  | <b>Fee Replacement</b>  | <b>8,997,210</b>                      | <b>10,262,578</b>                     |                                   |
| 9  |   |                                       |                                       |                                   |
| 10 | <b>Of the above appropriations for IVY TECH total operating expense, \$135,000 each year</b>    |                                       |                                       |                                   |
| 11 | <b>shall be used for the Community Learning Center in Portage.</b>                              |                                       |                                       |                                   |
| 12 |   |                                       |                                       |                                   |
| 13 | <b>FOR THE INDIANA HIGHER EDUCATION TELECOMMUNICATIONS SYSTEM (IHETS)</b>                       |                                       |                                       |                                   |
| 14 | <b>Total Operating Expense</b>  | <b>6,661,610</b>                      | <b>6,661,610</b>                      |                                   |
| 15 |   |                                       |                                       |                                   |
| 16 | <b>The sums herein appropriated to Indiana University, Purdue University, Indiana State</b>     |                                       |                                       |                                   |
| 17 | <b>University, University of Southern Indiana, Ball State University, Vincennes University,</b> |                                       |                                       |                                   |
| 18 | <b>Ivy Tech State College, and the Indiana Higher Education Telecommunications System</b>       |                                       |                                       |                                   |
| 19 | <b>(IHETS) are in addition to all income of said institutions and IHETS, respectively,</b>      |                                       |                                       |                                   |
| 20 | <b>from all permanent fees and endowments and from all land grants, fees, earnings,</b>         |                                       |                                       |                                   |
| 21 | <b>and receipts, including gifts, grants, bequests, and devises, and receipts from any</b>      |                                       |                                       |                                   |
| 22 | <b>miscellaneous sales from whatever source derived.</b>  |                                       |                                       |                                   |
| 23 |   |                                       |                                       |                                   |
| 24 | <b>All such income and all such fees, earnings, and receipts on hand June 30, 2003,</b>         |                                       |                                       |                                   |
| 25 | <b>and all such income and fees, earnings, and receipts accruing thereafter are hereby</b>      |                                       |                                       |                                   |
| 26 | <b>appropriated to the boards of trustees or directors of the aforementioned institutions</b>   |                                       |                                       |                                   |
| 27 | <b>and IHETS and may be expended for any necessary expenses of the respective institutions</b>  |                                       |                                       |                                   |
| 28 | <b>and IHETS, including university hospitals, schools of medicine, nurses' training</b>         |                                       |                                       |                                   |
| 29 | <b>schools, schools of dentistry, and agricultural extension and experimental stations.</b>     |                                       |                                       |                                   |
| 30 | <b>However, such income, fees, earnings, and receipts may be used for land and structures</b>   |                                       |                                       |                                   |
| 31 | <b>only if approved by the governor and the budget agency.</b>                                  |                                       |                                       |                                   |
| 32 |   |                                       |                                       |                                   |
| 33 | <b>The foregoing appropriations and allocations for fee replacement are for replacement</b>     |                                       |                                       |                                   |
| 34 | <b>of student fees deducted during the 2003-2005 biennium to cover bond or lease-purchase</b>   |                                       |                                       |                                   |
| 35 | <b>principal, interest, and other obligations of debt costs of facility construction</b>        |                                       |                                       |                                   |
| 36 | <b>and acquisition for those projects authorized by the general assembly. These fee</b>         |                                       |                                       |                                   |
| 37 | <b>replacement appropriations and allocations shall be allotted by the budget agency</b>        |                                       |                                       |                                   |
| 38 | <b>after receipt of verification of payment of such debt cost expense.</b>                      |                                       |                                       |                                   |
| 39 |   |                                       |                                       |                                   |
| 40 | <b>The foregoing appropriations to Indiana University, Purdue University, Indiana State</b>     |                                       |                                       |                                   |
| 41 | <b>University, University of Southern Indiana, Ball State University, Vincennes University,</b> |                                       |                                       |                                   |
| 42 | <b>Ivy Tech State College, and IHETS include the employers' share of Social Security</b>        |                                       |                                       |                                   |
| 43 | <b>payments for university and IHETS employees under the public employees' retirement</b>       |                                       |                                       |                                   |
| 44 | <b>fund, or institutions covered by the Indiana state teachers' retirement fund. The</b>        |                                       |                                       |                                   |
| 45 | <b>funds appropriated also include funding for the employers' share of payments to the</b>      |                                       |                                       |                                   |
| 46 | <b>public employees' retirement fund and to the Indiana state teachers' retirement fund</b>     |                                       |                                       |                                   |
| 47 | <b>at a rate to be established by the retirement funds for both fiscal years for each</b>       |                                       |                                       |                                   |
| 48 | <b>institution and for IHETS employees covered by these retirement plans.</b>                   |                                       |                                       |                                   |
| 49 |   |                                       |                                       |                                   |

The treasurers of Indiana University, Purdue University, Indiana State University, University of Southern Indiana, Ball State University, Vincennes University, and Ivy Tech State College shall, at the end of each three (3) month period, prepare and file with the auditor of state a financial statement that shall show in total all revenues received from any source, together with a consolidated statement of disbursements for the same period. The budget director shall establish the requirements for the form and substance of the reports.

The reports of the treasurer also shall contain in such form and in such detail as the governor and the budget agency may specify, complete information concerning receipts from all sources, together with any contracts, agreements, or arrangements with any federal agency, private foundation, corporation, or other entity from which such receipts accrue.

All such treasurers' reports are matters of public record and shall include without limitation a record of the purposes of any and all gifts and trusts with the sole exception of the names of those donors who request to remain anonymous.

Notwithstanding IC 4-10-11, the auditor of state shall draw warrants to the treasurers of Indiana University, Purdue University, Indiana State University, University of Southern Indiana, Ball State University, Vincennes University, and Ivy Tech State College on the basis of vouchers stating the total amount claimed against each fund and/or account, but not to exceed the legally made appropriations.

Notwithstanding IC 4-12-1-14, for universities and colleges supported in whole or in part by state funds, grant applications and lists of applications need only be submitted upon request to the budget agency for review and approval or disapproval and, unless disapproved by the budget agency, federal grant funds may be requested and spent without approval by the budget agency. Each institution shall retain the applications for a reasonable period of time and submit a list of all grant applications, at least monthly, to the commission for higher education for informational purposes.

For all university special appropriations, an itemized list of intended expenditures, in such form as the governor and the budget agency may specify, shall be submitted to support the allotment request. All budget requests for university special appropriations shall be furnished in a like manner and as a part of the operating budgets of the state universities.

The trustees of Indiana University, the trustees of Purdue University, the trustees of Indiana State University, the trustees of University of Southern Indiana, the trustees of Ball State University, the trustees of Vincennes University, the trustees of Ivy Tech State College, and the directors of IHETS are hereby authorized to accept federal grants, subject to IC 4-12-1.

Fee replacement funds are to be distributed as requested by each institution, on payment due dates, subject to available appropriations.

**FOR THE MEDICAL EDUCATION BOARD  
FAMILY PRACTICE RESIDENCY FUND**

|   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|---|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>Total Operating Expense</b>  | <b>2,249,791</b>                      | <b>2,249,791</b>                      |                                   |
| Of the foregoing appropriations for the medical education board-family practice residency fund, \$1,000,000 each year shall be used for grants for the purpose of improving family practice residency programs serving medically underserved areas.   |                                       |                                       |                                   |
| <b>MEDICAL EDUCATION - INTERN RESIDENCY PROGRAM</b>   |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>1</b>                              | <b>1</b>                              |                                   |
| <b>FOR THE COMMISSION FOR HIGHER EDUCATION</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>1,468,221</b>                      | <b>1,468,221</b>                      |                                   |
| <b>INDIANA CAREER AND POSTSECONDARY ADVANCEMENT CENTER</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>866,094</b>                        | <b>866,094</b>                        |                                   |
| <b>FOR THE DEPARTMENT OF ADMINISTRATION</b>   |                                       |                                       |                                   |
| <b>ANIMAL DISEASE DIAGNOSTIC LABORATORY LEASE RENTAL</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>1,045,975</b>                      | <b>1,044,934</b>                      |                                   |
| <b>FOR THE STATE BUDGET AGENCY</b>  |                                       |                                       |                                   |
| <b>GIGAPOP PROJECT</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>727,638</b>                        | <b>727,638</b>                        |                                   |
| <b>SOUTH CENTRAL EDUCATIONAL ALLIANCE</b>   |                                       |                                       |                                   |
| <b>BEDFORD SERVICE AREA</b>   |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>280,710</b>                        | <b>280,710</b>                        |                                   |
| <b>SOUTHEAST INDIANA EDUCATION SERVICES</b>   |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>742,468</b>                        | <b>742,468</b>                        |                                   |
| The above appropriation for southeast Indiana education services may be expended with the approval of the budget agency after review by the commission for higher education and the budget committee.   |                                       |                                       |                                   |
| <b>DEGREE LINK</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>500,375</b>                        | <b>500,375</b>                        |                                   |
| The above appropriations shall be used for the delivery of Indiana State University baccalaureate degree programs at Ivy Tech State College and Vincennes University locations through Degree Link. Distributions shall be made upon the recommendation of the Indiana commission for higher education and with approval by the budget agency after review by the budget committee.   |                                       |                                       |                                   |
| <b>WORKFORCE CENTERS</b>  |                                       |                                       |                                   |
| <b>Total Operating Expense</b>  | <b>837,000</b>                        | <b>837,000</b>                        |                                   |
| The distribution of total university operating and line item appropriations for the 2003-2004 fiscal year to Indiana University, Purdue University, Indiana State University, Ball State University, the University of Southern Indiana, Vincennes University, Ivy Tech State College, the Indiana Higher Education Telecommunications System (IHETS), the Indiana commission for higher education (ICHE), and the budget agency includes one-twelfth (1/12) of the calculated amounts appropriated for fiscal year 2002-2003 |                                       |                                       |                                   |

by P.L. 291-2001, as adjusted by P.L. 178-2002 and budget agency implementation of the deficit management plan, and eleven-twelfths (11/12) of the appropriations for fiscal year 2003-2004.

The distribution of total university operating and line item appropriations for the 2004-2005 fiscal year to Indiana University, Purdue University, Indiana State University, Ball State University, the University of Southern Indiana, Vincennes University, Ivy Tech State College, IHETS, ICHE, and the budget agency includes one-twelfth (1/12) of the amount appropriated for fiscal year 2003-2004 and eleven-twelfths (11/12) of the amount appropriated for fiscal year 2004-2005.

#### FOR THE STATE STUDENT ASSISTANCE COMMISSION

|                                       |            |            |
|---------------------------------------|------------|------------|
| Total Operating Expense               | 1,266,044  | 1,266,044  |
| <b>FREEDOM OF CHOICE GRANTS</b>       |            |            |
| Total Operating Expense               | 36,428,485 | 38,041,495 |
| <b>HIGHER EDUCATION AWARD PROGRAM</b> |            |            |
| Total Operating Expense               | 87,851,595 | 98,811,021 |
| <b>NURSING SCHOLARSHIP PROGRAM</b>    |            |            |
| Total Operating Expense               | 402,142    | 402,142    |
| <b>HOOSIER SCHOLAR PROGRAM</b>        |            |            |
| Total Operating Expense               | 400,000    | 400,000    |

For the higher education awards and freedom of choice grants made for the 2003-2005 biennium, the following guidelines shall be used, notwithstanding current administrative rule or practice:

- (1) **Financial Need:** For purposes of these awards, financial need shall be limited to actual undergraduate tuition and fees for the prior academic year as established by the commission.
- (2) **Maximum Base Award:** The maximum award shall not exceed the lesser of:
  - (A) eighty percent (80%) of actual prior academic year undergraduate tuition and fees; or
  - (B) eighty percent (80%) of the sum of the highest prior academic year undergraduate tuition and fees at any public institution of higher education and the lowest appropriation per full-time equivalent (FTE) undergraduate student at any public institution of higher education.
- (3) **Minimum Award:** No actual award shall be less than \$200.
- (4) **Award Size:** A student's maximum award shall be reduced one (1) time:
  - (A) for dependent students, by the expected contribution from parents based upon information submitted on the financial aid application form; and
  - (B) for independent students, by the expected contribution derived from information submitted on the financial aid application form.
- (5) **Award Adjustment:** The maximum base award may be adjusted by the commission for any eligible recipient who fulfills college preparation requirements defined by the commission.
- (6) **Adjustment:** If the dollar amounts of eligible awards exceed appropriations and program reserves, all awards may be adjusted by the commission by reducing the maximum award under subdivision (2)(A) or (2)(B).

For the Hoosier scholar program for the 2003-2005 biennium, each award shall not



exceed five hundred dollars (\$500) and shall be made available for one (1) year only.  
 Receipt of this award shall not reduce any other award received under any state funded  
 student assistance program.

**STATUTORY FEE REMISSION**

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 13,859,865 | 16,741,402 |
|-------------------------|------------|------------|

**PART-TIME GRANT PROGRAM**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 5,250,000 | 5,250,000 |
|-------------------------|-----------|-----------|

Priority for awards made from the above appropriation shall be given first to eligible  
 students meeting TANF income eligibility guidelines as determined by the family and  
 social services administration and second to eligible students who received awards  
 from the part time grant fund during the 2002-2003 school year. Funds remaining  
 shall be distributed according to procedures established by the commission. The maximum  
 grant that an applicant may receive for a particular academic term shall be established  
 by the commission but shall in no case be greater than a grant for which an applicant  
 would be eligible under IC 20-12-21 if the applicant were a full-time student. The  
 commission shall collect and report to the family and social services administration  
 (FSSA) all data required for FSSA to meet the data collection and reporting requirements  
 in 45 CFR Part 265.

The family and social services administration, division of family and children shall  
 apply all qualifying expenditures for the part-time grant program toward Indiana's  
 maintenance of effort under the federal Temporary Assistance to Needy Families (TANF)  
 program (45 CFR 260 et seq.).

**CONTRACT FOR INSTRUCTIONAL OPPORTUNITIES IN SOUTHEASTERN INDIANA**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 603,407 | 603,407 |
|-------------------------|---------|---------|

**MINORITY TEACHER SCHOLARSHIP FUND**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 399,768 | 399,768 |
|-------------------------|---------|---------|

**COLLEGE WORK STUDY PROGRAM**

|                         |         |         |
|-------------------------|---------|---------|
| Total Operating Expense | 805,189 | 805,189 |
|-------------------------|---------|---------|

**21ST CENTURY ADMINISTRATION**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,586,443 | 4,086,443 |
|-------------------------|-----------|-----------|

**21ST CENTURY SCHOLAR AWARDS**

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 15,996,500 | 18,402,449 |
|-------------------------|------------|------------|

Augmentation for 21st Century Scholar Awards allowed from the General Fund.

The commission shall collect and report to the family and social services administration  
 (FSSA) all data required for FSSA to meet the data collection and reporting requirements  
 in 45 CFR Part 265.

Family and social services, division of family and children shall apply all qualifying  
 expenditures for the 21st century scholars program toward Indiana's maintenance of  
 effort under the federal Temporary Assistance to Needy Families (TANF) program (45  
 CFR 260 et seq.)

**NATIONAL GUARD SCHOLARSHIP**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,714,478 | 3,033,730 |
|-------------------------|-----------|-----------|

The above appropriations for national guard scholarship and any program reserves existing on June 30, 2003, shall be the total allowable state expenditure for the program in the 2003-2005 biennium. If the dollar amounts of eligible awards exceed appropriations and program reserves, the state student assistance commission shall develop a plan to insure that the total dollar amount does not exceed the above appropriations and any program reserves.

#### **B. ELEMENTARY AND SECONDARY EDUCATION**

##### **FOR THE DEPARTMENT OF EDUCATION**

##### **STATE BOARD OF EDUCATION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>3,152,112</b> | <b>3,152,112</b> |
|--------------------------------|------------------|------------------|

The foregoing appropriations for the Indiana state board of education are for the education roundtable established by IC 20-1-20.5-3; for the academic standards project to distribute copies of the academic standards and provide teachers with curriculum frameworks; for special evaluation and research projects including national and international assessments; and for state board and roundtable administrative expenses.

##### **SUPERINTENDENT'S OFFICE**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>678,154</b>   | <b>678,154</b>   |
| <b>Other Operating Expense</b> | <b>1,518,002</b> | <b>1,518,002</b> |

##### **RESEARCH AND DEVELOPMENT PROGRAMS**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>88,499</b>  | <b>88,499</b>  |
| <b>Other Operating Expense</b> | <b>275,615</b> | <b>275,615</b> |

Of the foregoing appropriations for Research and Development Programs, \$100,000 each year shall be used for the Indiana University Education Policy Center.

##### **DEPUTY SUPERINTENDENT'S OFFICE**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>415,649</b> | <b>415,649</b> |
| <b>Other Operating Expense</b> | <b>145,716</b> | <b>145,716</b> |

##### **RILEY HOSPITAL**

|                                |               |               |
|--------------------------------|---------------|---------------|
| <b>Total Operating Expense</b> | <b>27,900</b> | <b>27,900</b> |
|--------------------------------|---------------|---------------|

##### **ADMINISTRATION AND FINANCIAL MANAGEMENT**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>2,132,994</b> | <b>2,132,994</b> |
| <b>Other Operating Expense</b> | <b>313,816</b>   | <b>313,816</b>   |

##### **MOTORCYCLE OPERATOR SAFETY EDUCATION FUND**

##### **Safety Education Fund (IC 20-10.1-7-14)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Personal Services</b>       | <b>119,353</b> | <b>119,353</b> |
| <b>Other Operating Expense</b> | <b>901,708</b> | <b>901,708</b> |

The foregoing appropriations for the motorcycle operator safety education fund are from the motorcycle operator safety education fund created by IC 20-10.1-7-14.

##### **SCHOOL TRAFFIC SAFETY**

##### **Motor Vehicle Highway Account (IC 8-14-1)**

|    |   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|---------------------------------------|-----------------------------------|
| 1  | Personal Services   | 216,678                               | 216,678                               |                                   |
| 2  | Other Operating Expense   | 42,311                                | 42,311                                |                                   |
| 3  | Augmentation allowed.   |                                       |                                       |                                   |
| 4  | <b>CENTER FOR SCHOOL ASSESSMENT</b>   |                                       |                                       |                                   |
| 5  | Personal Services   | 295,106                               | 295,106                               |                                   |
| 6  | Other Operating Expense   | 759,136                               | 759,136                               |                                   |
| 7  | <b>ACCREDITATION SYSTEM</b>   |                                       |                                       |                                   |
| 8  | Personal Services   | 461,992                               | 461,992                               |                                   |
| 9  | Other Operating Expense   | 512,010                               | 512,010                               |                                   |
| 10 | <b>SPECIAL EDUCATION (S-5)</b>  |                                       |                                       |                                   |
| 11 | Total Operating Expense   | 30,000,000                            | 30,000,000                            |                                   |
| 12 |   |                                       |                                       |                                   |
| 13 | The foregoing appropriations for special education are made under IC 20-1-6-19.           |                                       |                                       |                                   |
| 14 |   |                                       |                                       |                                   |
| 15 | <b>CENTER FOR COMMUNITY RELATIONS AND SPECIAL POPULATIONS</b>                             |                                       |                                       |                                   |
| 16 | Personal Services   | 258,099                               | 258,099                               |                                   |
| 17 | Other Operating Expense   | 61,805                                | 61,805                                |                                   |
| 18 | <b>SPECIAL EDUCATION EXCISE</b>   |                                       |                                       |                                   |
| 19 | Alcoholic Beverage Excise Tax Funds (IC 20-1-6-10)  |                                       |                                       |                                   |
| 20 | Personal Services   | 330,332                               | 330,332                               |                                   |
| 21 | Augmentation allowed.   |                                       |                                       |                                   |
| 22 | <b>GED-ON-TV PROGRAM</b>  |                                       |                                       |                                   |
| 23 | Other Operating Expense   | 229,500                               | 229,500                               |                                   |
| 24 |   |                                       |                                       |                                   |
| 25 | The foregoing appropriation is for grants to provide GED-ON-TV programming. The GED-ON-TV |                                       |                                       |                                   |
| 26 | Program shall submit for review by the budget committee an annual report on utilization   |                                       |                                       |                                   |
| 27 | of this appropriation.  |                                       |                                       |                                   |
| 28 |   |                                       |                                       |                                   |
| 29 | <b>VOCATIONAL EDUCATION</b>   |                                       |                                       |                                   |
| 30 | Personal Services   | 1,303,194                             | 1,303,194                             |                                   |
| 31 | Other Operating Expense   | 78,783                                | 78,783                                |                                   |
| 32 | <b>ADVANCED PLACEMENT PROGRAM</b>   |                                       |                                       |                                   |
| 33 | Other Operating Expense   | 930,000                               | 930,000                               |                                   |
| 34 |   |                                       |                                       |                                   |
| 35 | The above appropriations for the Advanced Placement program are to provide funding        |                                       |                                       |                                   |
| 36 | for students of accredited public and nonpublic schools.                                  |                                       |                                       |                                   |
| 37 |   |                                       |                                       |                                   |
| 38 | <b>PSAT PROGRAM</b>   |                                       |                                       |                                   |
| 39 | Other Operating Expense   | 744,000                               | 744,000                               |                                   |
| 40 |   |                                       |                                       |                                   |
| 41 | The above appropriations for the PSAT program are to provide funding for students         |                                       |                                       |                                   |
| 42 | of accredited public and nonpublic schools.   |                                       |                                       |                                   |
| 43 |   |                                       |                                       |                                   |
| 44 | <b>CENTER FOR SCHOOL IMPROVEMENT AND PERFORMANCE</b>                                      |                                       |                                       |                                   |
| 45 | Personal Services   | 1,728,746                             | 1,728,746                             |                                   |
| 46 | Other Operating Expense   | 992,586                               | 992,586                               |                                   |
| 47 | <b>PRINCIPAL LEADERSHIP ACADEMY</b>   |                                       |                                       |                                   |
| 48 | Personal Services   | 326,637                               | 326,637                               |                                   |
| 49 | Other Operating Expense   | 151,224                               | 151,224                               |                                   |

**EDUCATION SERVICE CENTERS**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,721,287</b> | <b>1,721,287</b> |
|--------------------------------|------------------|------------------|

No appropriation made for an education service center shall be distributed to the administering school corporation of the center unless each participating school corporation of the center contracts to pay to the center at least three dollars (\$3) per student for fiscal year 2003-2004 based on the school corporation's ADM count as reported for school aid distribution in the fall of 2002, and at least three dollars (\$3) per student for fiscal year 2004-2005, based on the school corporation's ADM count as reported for school aid distribution beginning in the fall of 2003. Before notification of education service centers of the formula and components of the formula for distributing funds for education service centers, review and approval of the formula and components must be made by the budget agency.

**TRANSFER TUITION (STATE EMPLOYEES' CHILDREN AND ELIGIBLE CHILDREN IN MENTAL HEALTH FACILITIES)**

|                                |                |                |
|--------------------------------|----------------|----------------|
| <b>Total Operating Expense</b> | <b>199,950</b> | <b>199,950</b> |
|--------------------------------|----------------|----------------|

The foregoing appropriations for transfer tuition (state employees' children and eligible children in mental health facilities) are made under IC 20-8.1-6.1-6 and IC 20-8.1-6.1-5.

**TEACHERS' SOCIAL SECURITY AND RETIREMENT DISTRIBUTION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>2,403,792</b> | <b>2,403,792</b> |
|--------------------------------|------------------|------------------|

The foregoing appropriations shall be distributed by the department of education on a monthly basis and in approximately equal payments to special education cooperatives, area vocational schools, and other governmental entities that received state teachers' Social Security distributions for certified education personnel (excluding the certified education personnel funded through federal grants) during the fiscal year beginning July 1, 1992, and ending June 30, 1993, and for the units under the Indiana state teacher's retirement fund, the amount they received during the 2002-2003 state fiscal year for teachers' retirement. If the total amount to be distributed is greater than the total appropriation, the department of education shall reduce each entity's distribution proportionately.

**DISTRIBUTION FOR TUITION SUPPORT**

**General Fund**

|                                |                      |                      |
|--------------------------------|----------------------|----------------------|
| <b>Total Operating Expense</b> | <b>2,040,955,447</b> | <b>2,056,217,947</b> |
|--------------------------------|----------------------|----------------------|

**Property Tax Replacement Fund (IC 6-1.1-21)**

|                                |                      |                      |
|--------------------------------|----------------------|----------------------|
| <b>Total Operating Expense</b> | <b>1,591,844,553</b> | <b>1,606,832,053</b> |
|--------------------------------|----------------------|----------------------|

The foregoing appropriations for distribution for tuition support are to be distributed for tuition support, special education programs, vocational education programs, honors grants, and the primetime program in accordance with a statute enacted for this purpose during the 2003 session of the general assembly.

If the above appropriations for distribution for tuition support are more than are required under this SECTION, one-half (1/2) of any excess shall revert to the state

general fund and one-half (1/2) of any excess shall revert to the property tax replacement fund.

The above appropriations for tuition support shall be made each calendar year under a schedule set by the budget agency and approved by the governor. However, the schedule shall provide for at least twelve (12) payments, that one (1) payment shall be made at least every forty (40) days, and the aggregate of the payments in each calendar year shall equal the amount required under the statute enacted for the purpose referred to above.

#### **DISTRIBUTION FOR TRANSPORTATION**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>23,995,817</b> | <b>23,995,817</b> |
|--------------------------------|-------------------|-------------------|

The distributions for transportation shall be made to each local school corporation in accordance with IC 21-3-3.1 and any pertinent rules.

#### **ADA FLAT GRANT DISTRIBUTION**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>35,854,597</b> | <b>35,854,597</b> |
|--------------------------------|-------------------|-------------------|

Distribution to local school corporations shall be based on average daily attendance. The foregoing appropriations for the ADA flat grant distribution account include the appropriation of the common school fund interest balance. The remainder of the above appropriations are provided from the state general fund.

#### **DISTRIBUTION FOR SUMMER SCHOOL**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Other Operating Expense</b> | <b>18,360,000</b> | <b>18,360,000</b> |
|--------------------------------|-------------------|-------------------|

It is the intent of the 2003 general assembly that the above appropriations for summer school shall be the total allowable state expenditure for such program. Therefore, if the expected disbursements are anticipated to exceed the total appropriation for that state fiscal year, then the department of education shall reduce the distributions proportionately.

#### **EARLY INTERVENTION PROGRAM**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Personal Services</b>       | <b>13,000</b>    | <b>13,000</b>    |
| <b>Other Operating Expense</b> | <b>3,707,000</b> | <b>3,707,000</b> |

The above appropriations for the early intervention program are for grants to local school corporations for grant proposals for early intervention programs, including reading recovery and the Waterford method.

#### **READING DIAGNOSTIC ASSESSMENT**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>1,000,000</b> | <b>1,000,000</b> |
|--------------------------------|------------------|------------------|

The foregoing appropriations shall be used by the department for the reading diagnostic assessment and subsequent remedial programs or activities. The reading diagnostic assessment program, as approved by the board, is to be made available on a voluntary basis to all Indiana public and nonpublic school first and second grade students upon the approval of the governing body of school corporations. The board shall determine

how the funds will be distributed for the assessment and related remediation. The department or its representative shall provide progress reports on the assessment as requested by the board and the education roundtable.

#### **ADULT EDUCATION DISTRIBUTION**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>14,000,000</b> | <b>14,000,000</b> |
|--------------------------------|-------------------|-------------------|

It is the intent of the 2003 general assembly that the above appropriations for adult education shall be the total allowable state expenditure for such program. Therefore, if the expected disbursements are anticipated to exceed the total appropriation for a state fiscal year, the department of education shall reduce the distributions proportionately.

#### **NATIONAL SCHOOL LUNCH PROGRAM**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>5,168,289</b> | <b>5,400,000</b> |
|--------------------------------|------------------|------------------|

#### **MARION COUNTY DESEGREGATION COURT ORDER**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>18,200,000</b> | <b>18,200,000</b> |
|--------------------------------|-------------------|-------------------|

The foregoing appropriations for court ordered desegregation costs are made pursuant to order No. IP 68-C-225-S of the United States District Court for the Southern District of Indiana. If the sums herein appropriated are insufficient to enable the state to meet its obligations, then there are hereby appropriated from the state general fund such further sums as may be necessary for such purpose.

#### **TEXTBOOK REIMBURSEMENT**

|                                |                   |                   |
|--------------------------------|-------------------|-------------------|
| <b>Total Operating Expense</b> | <b>19,900,000</b> | <b>19,900,000</b> |
|--------------------------------|-------------------|-------------------|

Before a school corporation, charter school, or an accredited nonpublic school may receive a distribution under the textbook reimbursement program, the school corporation or accredited nonpublic school shall provide to the department the requirements established in IC 20-8.1-9-2. The department shall provide to the family and social services administration (FSSA) all data required for FSSA to meet the data collection reporting requirement in 45 CFR Part 265. Family and social services, division of family and children, shall apply all qualifying expenditures for the textbook reimbursement program toward Indiana's maintenance of effort under the federal Temporary Assistance to Needy Families (TANF) program (45 CFR 260 et seq.)

#### **TRANSPORTATION FOR SPECIAL AND VOCATIONAL EDUCATION**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>8,900,100</b> | <b>8,900,100</b> |
|--------------------------------|------------------|------------------|

The distribution of these appropriations shall be made in accordance with IC 21-3-3.1.

#### **FULL DAY KINDERGARTEN**

|                                |                  |                  |
|--------------------------------|------------------|------------------|
| <b>Total Operating Expense</b> | <b>8,500,000</b> | <b>8,500,000</b> |
|--------------------------------|------------------|------------------|

The above appropriations for full-day kindergarten are available to a school corporation or charter school that applies to the department of education for funding of full-day kindergarten. The amount available to a school corporation equals the amount appropriated divided by the statewide total ADM (as defined in IC 21-3-1.6-1.1) for the current year, and then multiplied by school corporation's ADM (as defined in

IC 21-3-1.6-1.1) for the current year. A school corporation that is awarded a grant must provide to the department of education a financial report stating how the funds were spent. Any unspent funds at the end of the biennium must be returned to the state by the school corporation.

#### TESTING/REMEDICATION

|                         |            |            |
|-------------------------|------------|------------|
| Other Operating Expense | 31,410,450 | 31,410,450 |
|-------------------------|------------|------------|

Prior to notification of local school corporations of the formula and components of the formula for distributing funds for remediation, review and approval of the formula and components shall be made by the budget agency. With the approval of the governor and the budget agency, the above appropriations for school assessment testing/remediation may be augmented from revenues accruing to the secondary market sale fund established by IC 20-12-21.2-10.

The above appropriation for testing/remediation shall be used by school corporations to provide remediation programs for students who attend public and nonpublic schools. For purposes of tuition support, these students are not to be counted in the average daily membership.

#### GRADUATION EXAM REMEDIATION

|                         |           |           |
|-------------------------|-----------|-----------|
| Other Operating Expense | 4,958,910 | 4,958,910 |
|-------------------------|-----------|-----------|

Prior to notification of local school corporations of the formula and components of the formula for distributing funds for graduation exam remediation, review and approval of the formula and components shall be made by the budget agency. With the approval of the governor and the budget agency, the above appropriations for school assessment testing/remediation may be augmented from revenues accruing to the secondary market sale fund established by IC 20-12-21.2-10.

#### SPECIAL EDUCATION PRESCHOOL

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 27,173,300 | 27,173,300 |
|-------------------------|------------|------------|

The above appropriations shall be distributed to guarantee a minimum of \$2,750 per child enrolled in special education preschool programs from state and local sources in school corporations that levy a \$0.01 per \$100 assessed valuation tax rate for this purpose. It is the intent of the 2003 general assembly that the above appropriations for special education preschool shall be the total allowable expenditure for such program. Therefore, if the expected disbursements are anticipated to exceed the total appropriation for that state fiscal year, then the department of education shall reduce the distributions proportionately.

#### CHARTER SCHOOLS ADMINISTRATION

|                         |        |        |
|-------------------------|--------|--------|
| Total Operating Expense | 46,500 | 46,500 |
|-------------------------|--------|--------|

#### GIFTED AND TALENTED EDUCATION PROGRAM

|                         |           |           |
|-------------------------|-----------|-----------|
| Personal Services       | 180,906   | 180,906   |
| Other Operating Expense | 5,649,354 | 5,649,354 |

#### DISTRIBUTION FOR ADULT VOCATIONAL EDUCATION

|   | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|---|---------------------------------------|---------------------------------------|-----------------------------------|
| <b>1 Total Operating Expense</b>  | <b>250,000</b>                        | <b>250,000</b>                        |                                   |
| <b>2</b>  |                                       |                                       |                                   |
| <b>3 The distribution for adult vocational education programs shall be made in accordance</b>     |                                       |                                       |                                   |
| <b>4 with the state plan for vocational education.</b>  |                                       |                                       |                                   |
| <b>5</b>  |                                       |                                       |                                   |
| <b>6 PRIMETIME</b>  |                                       |                                       |                                   |
| <b>7 Personal Services</b>  | <b>169,291</b>                        | <b>169,291</b>                        |                                   |
| <b>8 Other Operating Expense</b>  | <b>34,467</b>                         | <b>34,467</b>                         |                                   |
| <b>9 DRUG FREE SCHOOLS</b>  |                                       |                                       |                                   |
| <b>10 Personal Services</b>   | <b>51,137</b>                         | <b>51,137</b>                         |                                   |
| <b>11 Other Operating Expense</b>   | <b>20,093</b>                         | <b>20,093</b>                         |                                   |
| <b>12 PROFESSIONAL DEVELOPMENT DISTRIBUTION</b>   |                                       |                                       |                                   |
| <b>13 Other Operating Expense</b>   | <b>13,812,500</b>                     | <b>13,812,500</b>                     |                                   |
| <b>14</b>   |                                       |                                       |                                   |
| <b>15 The foregoing appropriations for professional development distributions include schools</b> |                                       |                                       |                                   |
| <b>16 defined under IC 20-10.2-2-11.</b>  |                                       |                                       |                                   |
| <b>17</b>   |                                       |                                       |                                   |
| <b>18 ALTERNATIVE SCHOOLS</b>   |                                       |                                       |                                   |
| <b>19 Total Operating Expense</b>   | <b>6,375,000</b>                      | <b>6,375,000</b>                      |                                   |
| <b>20</b>   |                                       |                                       |                                   |
| <b>21 The board is to submit recommendations to the budget committee for review before</b>        |                                       |                                       |                                   |
| <b>22 May 1, 2004, for implementation in state fiscal year 2004-2005.</b>                         |                                       |                                       |                                   |
| <b>23</b>   |                                       |                                       |                                   |
| <b>24 EDUCATIONAL TECHNOLOGY PROGRAM AND FUND</b>   |                                       |                                       |                                   |
| <b>25 (INCLUDING 4R'S TECHNOLOGY GRANT PROGRAM)</b>   |                                       |                                       |                                   |
| <b>26 Total Operating Expense</b>   | <b>2,100,000</b>                      | <b>2,100,000</b>                      |                                   |
| <b>27</b>   |                                       |                                       |                                   |
| <b>28 Of the foregoing appropriations, \$825,000 shall be allocated to the buddy system</b>       |                                       |                                       |                                   |
| <b>29 each state fiscal year during the biennium. Of the foregoing appropriations, \$800,000</b>  |                                       |                                       |                                   |
| <b>30 shall be allocated to the Web Academy during each state fiscal year of the biennium.</b>    |                                       |                                       |                                   |
| <b>31 The remainng amounts shall be allocated for the development of community networks</b>       |                                       |                                       |                                   |
| <b>32 and information networks and the operation of the office of the special assistant</b>       |                                       |                                       |                                   |
| <b>33 to the superintendent of public instruction for technology. Expenditures from this</b>      |                                       |                                       |                                   |
| <b>34 fund shall be made only with the approval of the governor and the superintendent</b>        |                                       |                                       |                                   |
| <b>35 of public instruction.</b>  |                                       |                                       |                                   |
| <b>36</b>   |                                       |                                       |                                   |
| <b>37 TECHNOLOGY PLAN GRANT PROGRAM (IC 20-10.1-25.3)</b>   |                                       |                                       |                                   |
| <b>38 Total Operating Expense</b>   |                                       |                                       | <b>5,000,000</b>                  |
| <b>39</b>   |                                       |                                       |                                   |
| <b>40 FOR THE INDIANA STATE TEACHERS' RETIREMENT FUND</b>   |                                       |                                       |                                   |
| <b>41 POSTRETIREMENT PENSION INCREASES</b>  |                                       |                                       |                                   |
| <b>42 Other Operating Expense</b>   | <b>39,229,000</b>                     | <b>36,532,000</b>                     |                                   |
| <b>43</b>   |                                       |                                       |                                   |
| <b>44 The appropriations for postretirement pension increases are made for those benefits</b>     |                                       |                                       |                                   |
| <b>45 and adjustments provided in IC 21-6.1-6 and IC 5-10.2-5.</b>                                |                                       |                                       |                                   |
| <b>46</b>   |                                       |                                       |                                   |
| <b>47 TEACHERS' RETIREMENT FUND DISTRIBUTION</b>  |                                       |                                       |                                   |
| <b>48 General Fund</b>  |                                       |                                       |                                   |
| <b>49 Other Operating Expense</b>   | <b>266,300,000</b>                    | <b>310,300,000</b>                    |                                   |



1           **Pension Stabilization Fund (IC 21-6.1-2-8)**

|                                  |                    |                    |
|----------------------------------|--------------------|--------------------|
| 2 <b>Other Operating Expense</b> | <b>190,000,000</b> | <b>190,000,000</b> |
|----------------------------------|--------------------|--------------------|

3

4   **If the amount required for the pre-1996 account of the teachers' retirement fund**  
5   **for actual benefit payments is greater than the above appropriations plus the transfer**  
6   **for pension fund contributions, after notice to the governor and the budget agency**  
7   **of the deficiency, the above appropriations shall be augmented from the pension stabilization**  
8   **fund. If the amount required for the pre-1996 account of the teachers' retirement**  
9   **fund for actual benefit payments for a year is less than the above appropriations**  
10   **plus the transfer for pension fund contributions for the year, the excess shall be**  
11   **transferred to the state general fund.**

12

13   **FOR THE PROFESSIONAL STANDARDS BOARD - ADMINISTRATION**

|                             |                  |                  |
|-----------------------------|------------------|------------------|
| 14 <b>Personal Services</b> | <b>2,172,556</b> | <b>2,168,448</b> |
|-----------------------------|------------------|------------------|

|                                   |                  |                  |
|-----------------------------------|------------------|------------------|
| 15 <b>Other Operating Expense</b> | <b>4,633,968</b> | <b>4,638,076</b> |
|-----------------------------------|------------------|------------------|

16

17   **Each mentor teacher is entitled to a maximum annual stipend of \$600 to be paid from**  
18   **the foregoing appropriations.**

19

20   **There is created the professional standards board licensing fund to be administered**  
21   **by the professional standards board. The fund shall consist of fee revenues collected**  
22   **under the provisions of IC 20-1-1.4-7. Money in the fund does not revert at the end**  
23   **of the state fiscal year. Money in the fund is continuously appropriated for use**  
24   **by the board for administrative expenses in relation to carrying out its duties under**  
25   **the provisions of IC 20-1-1.4-7.**

26

27   **The above appropriations for professional standards board administration are in addition**  
28   **to the appropriation made to the professional standards licensing fund established**  
29   **in this SECTION.**

30

31   **C. OTHER EDUCATION**

32

33   **FOR THE EDUCATION EMPLOYMENT RELATIONS BOARD**

|                             |                |                |
|-----------------------------|----------------|----------------|
| 34 <b>Personal Services</b> | <b>682,944</b> | <b>682,944</b> |
|-----------------------------|----------------|----------------|

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| 35 <b>Other Operating Expense</b> | <b>41,838</b> | <b>41,838</b> |
|-----------------------------------|---------------|---------------|

36   **PUBLIC EMPLOYEE RELATIONS BOARD**

|                                   |               |               |
|-----------------------------------|---------------|---------------|
| 37 <b>Total Operating Expense</b> | <b>32,550</b> | <b>32,550</b> |
|-----------------------------------|---------------|---------------|

38

39   **FOR THE STATE LIBRARY**

|                             |                  |                  |
|-----------------------------|------------------|------------------|
| 40 <b>Personal Services</b> | <b>2,690,045</b> | <b>2,690,045</b> |
|-----------------------------|------------------|------------------|

|                                   |                |                |
|-----------------------------------|----------------|----------------|
| 41 <b>Other Operating Expense</b> | <b>752,550</b> | <b>752,550</b> |
|-----------------------------------|----------------|----------------|

42   **DISTRIBUTION TO PUBLIC LIBRARIES**

|                                   |                |                |
|-----------------------------------|----------------|----------------|
| 43 <b>Other Operating Expense</b> | <b>607,936</b> | <b>607,936</b> |
|-----------------------------------|----------------|----------------|

44

45   **The foregoing appropriations for distribution to public libraries shall be distributed**  
46   **among the public libraries of the state of Indiana under IC 4-23-7.1. However, a**  
47   **public library district that does not provide for the issuance of library cards free**  
48   **of charge or for a fee to all individuals who reside in the county in which that**  
49   **public library district is located shall not be considered an eligible public library**

district in determining the amounts to be distributed under IC 4-23-7.1 and is not entitled to a distribution under IC 4-23-7.1.

**INDIANA COOPERATIVE LIBRARY SERVICES AUTHORITY**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,408,848 | 2,408,848 |
|-------------------------|-----------|-----------|

**ACADEMY OF SCIENCE**

|                         |       |       |
|-------------------------|-------|-------|
| Total Operating Expense | 8,811 | 8,811 |
|-------------------------|-------|-------|

**FOR THE ARTS COMMISSION**

|                   |         |         |
|-------------------|---------|---------|
| Personal Services | 320,866 | 320,866 |
|-------------------|---------|---------|

|                         |           |           |
|-------------------------|-----------|-----------|
| Other Operating Expense | 3,296,471 | 3,296,471 |
|-------------------------|-----------|-----------|

**FOR THE HISTORICAL BUREAU**

|                   |         |         |
|-------------------|---------|---------|
| Personal Services | 364,618 | 364,618 |
|-------------------|---------|---------|

|                         |        |        |
|-------------------------|--------|--------|
| Other Operating Expense | 16,902 | 16,902 |
|-------------------------|--------|--------|

**HISTORICAL MARKER PROGRAM**

|                         |  |        |
|-------------------------|--|--------|
| Total Operating Expense |  | 35,000 |
|-------------------------|--|--------|

**FOR THE COMMISSION ON PROPRIETARY EDUCATION**

|                   |         |         |
|-------------------|---------|---------|
| Personal Services | 389,349 | 389,349 |
|-------------------|---------|---------|

|                         |        |        |
|-------------------------|--------|--------|
| Other Operating Expense | 37,175 | 37,175 |
|-------------------------|--------|--------|

**SECTION 10. [EFFECTIVE JULY 1, 2003]**

**DISTRIBUTIONS**

**FOR THE PROPERTY TAX REPLACEMENT FUND BOARD**

**Property Tax Replacement Fund (IC 6-1.1-21)**

|                         |               |               |
|-------------------------|---------------|---------------|
| Total Operating Expense | 1,928,549,699 | 2,029,734,638 |
|-------------------------|---------------|---------------|

Adjustments may be made to this appropriation under IC 6-1.1-21-4.

**FOR THE FAMILY AND SOCIAL SERVICES ADMINISTRATION**

**WELFARE TAX LEVY REPLACEMENT FUND**

**From the General Fund**

|                         |            |            |
|-------------------------|------------|------------|
| Total Operating Expense | 27,522,204 | 27,522,204 |
|-------------------------|------------|------------|

**From Excise and Financial Institution Taxes**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 6,063,529 | 6,063,529 |
|-------------------------|-----------|-----------|

**Augmentation allowed.**

**From Child Support Collections**

|                         |           |           |
|-------------------------|-----------|-----------|
| Total Operating Expense | 2,000,000 | 2,000,000 |
|-------------------------|-----------|-----------|

**Augmentation allowed.**

**SECTION 11. [EFFECTIVE JULY 1, 2003]**

The following allocations of federal funds are available for vocational and technical education under the Carl D. Perkins Vocational and Technical Education Act of 1998 (20 U.S.C. 2301, et seq. for Vocational and Technical Education) (20 U.S.C. 2371 for Tech Prep Education). These funds shall be received by the department of workforce

development, commission on vocational and technical education, and shall be allocated by the budget agency after consultation with the commission on vocational and technical education, the department of education, the commission for higher education, and the department of correction. Funds shall be allocated to these agencies in accordance with the allocations specified below:

**ADMINISTRATION**

|                |                |
|----------------|----------------|
| <b>494,923</b> | <b>494,923</b> |
|----------------|----------------|

**STATE PROGRAMS AND LEADERSHIP**

|                  |                  |
|------------------|------------------|
| <b>2,664,322</b> | <b>2,664,322</b> |
|------------------|------------------|

**SECONDARY VOCATIONAL PROGRAMS**

|                   |                   |
|-------------------|-------------------|
| <b>14,931,111</b> | <b>14,931,111</b> |
|-------------------|-------------------|

**POSTSECONDARY VOCATIONAL PROGRAMS**

|                  |                  |
|------------------|------------------|
| <b>8,552,863</b> | <b>8,552,863</b> |
|------------------|------------------|

**TECHNOLOGY - PREPARATION EDUCATION**

|                  |                  |
|------------------|------------------|
| <b>2,499,812</b> | <b>2,499,812</b> |
|------------------|------------------|

**CAREER RESOURCE NETWORK STATE GRANTS**

|                |                |
|----------------|----------------|
| <b>150,963</b> | <b>150,963</b> |
|----------------|----------------|

**SECTION 12. [EFFECTIVE JULY 1, 2003]**

In accordance with IC 20-1-18.3, the budget agency, with the advice of the commission on vocational and technical education and the budget committee, may augment or reduce an allocation of federal funds made under SECTION 11 of this act.

**SECTION 13. [EFFECTIVE JULY 1, 2003]**

Utility bills for the month of June, travel claims covering the period June 16 to June 30, payroll for the period of the last half of June, any interdepartmental bills for supplies or services for the month of June, and any other miscellaneous expenses incurred during the period June 16 to June 30 shall be charged to the appropriation for the succeeding year. No interdepartmental bill shall be recorded as a refund of expenditure to any current year allotment account for supplies or services rendered or delivered at any time during the preceding June period.

**SECTION 14. [EFFECTIVE JULY 1, 2003]**

The budget agency, under IC 4-10-11, IC 4-12-1-13, and IC 4-13-1, in cooperation with the Indiana department of administration, may fix the amount of reimbursement for traveling expenses (other than transportation) for travel within the limits of Indiana. This amount may not exceed actual lodging and miscellaneous expenses incurred. A person in travel status, as defined by the state travel policies and procedures established by the Indiana department of administration and the budget agency, is entitled to a meal allowance not to exceed during any twenty-four (24) hour period the standard meal allowances established by the federal Internal Revenue Service.

All appropriations provided by this act or any other statute, for traveling and hotel expenses for any department, officer, agent, employee, person, trustee, or commissioner, are to be used only for travel within the state of Indiana, unless those expenses

are incurred in traveling outside the state of Indiana on trips that previously have received approval as required by the state travel policies and procedures established by the Indiana department of administration and the budget agency. With the required approval, a reimbursement for out-of-state travel expenses may be granted in an amount not to exceed actual lodging and miscellaneous expenses incurred. A person in travel status is entitled to a meal allowance not to exceed during any twenty-four (24) hour period the standard meal allowances established by the federal Internal Revenue Service for properly approved travel within the continental United States and a minimum of \$50 during any twenty-four (24) hour period for properly approved travel outside the continental United States. However, while traveling in Japan, the minimum meal allowance shall not be less than \$90 for any twenty-four (24) hour period. While traveling in Korea and Taiwan, the minimum meal allowance shall not be less than \$85 for any twenty-four (24) hour period; while traveling in Singapore, China, Great Britain, Germany, the Netherlands, and France, the minimum meal allowance shall not be less than \$65 for any twenty-four (24) hour period.

In the case of the state supported institutions of postsecondary education, approval for out-of-state travel may be given by the chief executive officer of the institution, or the chief executive officer's authorized designee, for the chief executive officer's respective personnel.

Before reimbursing overnight travel expenses, the auditor of state shall require documentation as prescribed in the state travel policies and procedures established by the Indiana department of administration and the budget agency. No appropriation from any fund may be construed as authorizing the payment of any sum in excess of the standard mileage rates for personally owned transportation equipment established by the federal Internal Revenue Service when used in the discharge of state business. The Indiana department of administration and the budget agency may adopt policies and procedures relative to the reimbursement of travel and moving expenses of new state employees and the reimbursement of travel expenses of prospective employees who are invited to interview with the state.

#### SECTION 15. [EFFECTIVE JULY 1, 2003]

Notwithstanding IC 4-10-11-2.1, the salary per diem of members of boards, commissions, and councils who are entitled to a salary per diem is \$50 per day. However, members of boards, commissions, or councils who receive an annual or a monthly salary paid by the state are not entitled to the salary per diem provided in IC 4-10-11-2.1.

#### SECTION 16. [EFFECTIVE JULY 1, 2003]

No payment for personal services shall be made by the auditor of state unless the payment has been approved by the budget agency or the designee of the budget agency.

#### SECTION 17. [EFFECTIVE JULY 1, 2003]

No warrant for operating expenses, capital outlay, or fixed charges shall be issued to any department or an institution unless the receipts of the department or institution have been deposited into the state treasury for the month. However, if a department

1     or an institution has more than \$10,000 in daily receipts, the receipts shall be  
2     deposited into the state treasury daily.

3  
4     **SECTION 18. [EFFECTIVE JULY 1, 2003]**

5  
6     In case of loss by fire or any other cause involving any state institution or department,  
7     the proceeds derived from the settlement of any claim for the loss shall be deposited  
8     in the state treasury, and the amount deposited is hereby reappropriated to the institution  
9     or department for the purpose of replacing the loss. If it is determined that the  
10    loss shall not be replaced, any funds received from the settlement of a claim shall  
11    be deposited into the state general fund.

12  
13    **SECTION 19. [EFFECTIVE JULY 1, 2003]**

14  
15    If an agency has computer equipment in excess of the needs of that agency, then the  
16    excess computer equipment may be sold under the provisions of surplus property sales,  
17    and the proceeds of the sale or sales shall be deposited in the state treasury. The  
18    amount so deposited is hereby reappropriated to that agency for other operating expenses  
19    of the then current year, if approved by the director of the budget agency.

20  
21    **SECTION 20. [EFFECTIVE JULY 1, 2003]**

22  
23    If any state penal or benevolent institution other than the Indiana state prison,  
24    Pendleton correctional facility, or Putnamville correctional facility shall, in the  
25    operation of its farms, produce products or commodities in excess of the needs of  
26    the institution, the surplus may be sold through the division of industries and farms,  
27    the director of the supply division of the Indiana department of administration,  
28    or both. The proceeds of any such sale or sales shall be deposited in the state treasury.  
29    The amount deposited is hereby reappropriated to the institution for expenses of  
30    the then current year if approved by the director of the budget agency. The exchange  
31    between state penal and benevolent institutions of livestock for breeding purposes  
32    only is hereby authorized at valuations agreed upon between the superintendents or  
33    wardens of the institutions. Capital outlay expenditures may be made from the institutional  
34    industries and farms revolving fund if approved by the budget agency and the governor.

35  
36    **SECTION 21. [EFFECTIVE JULY 1, 2003]**

37  
38    This act does not authorize any rehabilitation and repairs to any state buildings,  
39    nor does it allow that any obligations be incurred for lands and structures, without  
40    the prior approval of the budget director or the director's designee. This SECTION  
41    does not apply to contracts for the construction or maintenance of roads and bridges,  
42    to the acquisition of rights-of-way for roads or bridges, or to the state universities  
43    supported in whole or in part by state funds.

44  
45    **SECTION 22. [EFFECTIVE JULY 1, 2003]**

46  
47    If an agency has an annual appropriation fixed by law, and if the agency also receives  
48    an appropriation in this act for the same function or program, the appropriation  
49    in this act supersedes any other appropriations and is the total appropriation for

1      the agency for that program or function.

2  
3      **SECTION 23. [EFFECTIVE JULY 1, 2003]**

4  
5      The balance of any appropriation or funds heretofore placed or remaining to the credit  
6      of any division of the state of Indiana, and any appropriation or funds provided  
7      in this act placed to the credit of any division of the state of Indiana, the powers,  
8      duties, and functions whereof are assigned and transferred to any department for  
9      salaries, maintenance, operation, construction, or other expenses in the exercise  
10     of such powers, duties, and functions, shall be transferred to the credit of the  
11     department to which such assignment and transfer is made, and the same shall be available  
12     for the objects and purposes for which appropriated originally.

13  
14     **SECTION 24. [EFFECTIVE JULY 1, 2003]**

15  
16     The director of the division of procurement of the Indiana department of administration,  
17     or any other person or agency authorized to make purchases of equipment, shall not  
18     honor any requisition for the purchase of an automobile that is to be paid for from  
19     any appropriation made by this act or any other act, unless the following facts are  
20     shown to the satisfaction of the commissioner of the department of administration  
21     or the commissioner's designee.

22     (1) In the case of an elected state officer, it shall be shown that the duties of  
23     the office require driving about the state of Indiana in the performance of official  
24     duty.

25     (2) In the case of department or commission heads, it shall be shown that the statutory  
26     duties imposed in the discharge of the office require traveling a greater distance  
27     than one thousand (1,000) miles each month or that they are subject to official duty  
28     call at all times.

29     (3) In the case of employees, it shall be shown that the major portion of the duties  
30     assigned to the employee require travel on state business in excess of one thousand  
31     (1,000) miles each month, or that the vehicle is identified by the agency as an integral  
32     part of the job assignment. In computing the number of miles required to be driven  
33     by a department head or an employee, the distance between the individual's home and  
34     office or designated official station is not to be considered as a part of the total.  
35     Department heads shall annually submit justification for the continued assignment  
36     of each vehicle in their department, which shall be reviewed by the commissioner  
37     of the Indiana department of administration, or the commissioner's designee. There  
38     shall be an insignia permanently affixed on each side of all state owned cars, designating  
39     the cars as being state owned. However, this requirement does not apply to state  
40     owned cars driven by elected state officials or to cases where the commissioner of  
41     the Indiana department of administration or the commissioner's designee determines  
42     that affixing insignia on state owned cars would hinder or handicap the persons driving  
43     the cars in the performance of their official duties.

44  
45     **SECTION 25. [EFFECTIVE JULY 1, 2003]**

46  
47     The budget agency may refer to the budget committee any budgetary or fiscal matter  
48     for an advisory recommendation. The budget committee may hold hearings and take  
49     any actions authorized by IC 4-12-1-11, and may make an advisory recommendation to

1      the budget agency.

2  
3      **SECTION 26. [EFFECTIVE JULY 1, 2003]**

4  
5      The governor of the state of Indiana is solely authorized to accept on behalf of  
6      the state any and all federal funds available to the state of Indiana. Federal funds  
7      received under this SECTION are appropriated for purposes specified by the federal  
8      government and this act, subject to allotment by the budget agency. The provisions  
9      of this SECTION and all other SECTIONS concerning the purpose, acceptance, disbursement,  
10     review, and approval of any grant, loan, or gift made by the federal government or  
11     any other source to the state or its agencies and political subdivisions shall apply,  
12     notwithstanding any other law.

13  
14     **SECTION 27. [EFFECTIVE JULY 1, 2003]**

15  
16     Federal funds received as revenue by a state agency or department are not available  
17     to the agency or department for expenditure until allotment has been made by the  
18     budget agency under IC 4-12-1-12(d).

19  
20     **SECTION 28. [EFFECTIVE JULY 1, 2003]**

21  
22     A contract or an agreement for personal services or other services may not be entered  
23     into by any agency or department of state government without the approval of the  
24     budget agency or the designee of the budget director. Each demand for payment submitted  
25     by the agency or department to the auditor of state by claim voucher under such contracts  
26     or agreements shall be accompanied by a copy of the budget agency approval, or approval  
27     of any agency to whom the budget agency delegated signature authority, and no payment  
28     shall be made by the auditor of state without such approval. This SECTION does not  
29     apply to any contract entered into by an agency or department of state government  
30     that is the result of a public works project contract under IC 4-13.6.

31  
32     **SECTION 29. [EFFECTIVE JULY 1, 2003]**

33  
34     Except in those cases where a specific appropriation has been made to cover the payments  
35     for any of the following, the auditor of state shall transfer, from the personal  
36     services appropriations for each of the various agencies and departments, necessary  
37     payments for Social Security, public employees' retirement, health insurance, life  
38     insurance, and any other similar payments directed by the budget agency.

39  
40     **SECTION 30. [EFFECTIVE JULY 1, 2003]**

41  
42     Subject to SECTION 25 of this act as it relates to the budget committee, the budget  
43     agency with the approval of the governor may withhold allotments of any or all appropriations  
44     contained in this act for the 2003-2005 biennium, if it is considered necessary to  
45     do so in order to prevent a deficit financial situation.

46  
47     **SECTION 31. [EFFECTIVE JULY 1, 2002 (RETROACTIVE)]**

48  
49     The following appropriation is made for FY 2002-2003 in addition to those

found in P.L. 291-2001:  
(a) From the General Fund  
Distribution for Tuition Support \$11,397,053

## SECTION 32. [EFFECTIVE JULY 1, 2003]

### CONSTRUCTION

For the 2003-2005 biennium, the following amounts, from the funds listed as follows, are hereby appropriated to provide for the construction, reconstruction, rehabilitation, repair, purchase, rental, and sale of state properties, capital lease rentals and the purchase and sale of land, including equipment for such properties.

|  |             |
|--|-------------|
| State General Fund - Lease Rentals                                       |             |
|  | 237,980,875 |
| State General Fund - Construction  |             |
|  | 160,613,835 |
| State Police Building Commission Fund (IC 9-1-2-1.5)                     |             |
|  | 3,000,000   |
| Law Enforcement Academy Building Fund (IC 5-2-1-13)                      |             |
|  | 761,000     |
| Cigarette Tax Fund (IC 6-7-1-29.1)                                       |             |
|  | 3,700,000   |
| Soldiers' and Sailors' Children's Home Construction Fund (IC 16-33-4-10) |             |
|  | 1,000,000   |
| Indiana Heritage Trust Fund (IC 14-12-2-25)                              |             |
|  | 2,000,000   |
| Veterans' Home Construction Fund (IC 10-6-1-9)                           |             |
|  | 4,382,331   |
| Post War Construction Fund (IC 7.1-4-8-1)                                |             |
|  | 38,120,639  |
| Industry and Farm Products Revolving Fund (IC 11-10-6-6)                 |             |
|  | 3,252,207   |
| Tobacco Master Settlement Agreement                                      |             |
| Regional Health Care Construction Account (IC 4-12-8.5)                  |             |
|  | 2,900,000   |

|       |             |
|-------|-------------|
| TOTAL | 457,710,887 |
|-------|-------------|

The allocations provided under this SECTION are made from the state general fund, unless specifically authorized from other designated funds by this act. The budget agency, with the approval of the governor, in approving the allocation of funds pursuant to this SECTION, shall consider, as funds are available, allocations for the following specific uses, purposes, and projects:

#### A. GENERAL GOVERNMENT

#### FOR THE INDIANA SENATE



|  | <i>FY 2003-2004<br/>Appropriation</i> | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|--|---------------------------------------|---------------------------------------|-----------------------------------|
| 1 Senate Renovations                                       |                                       |                                       | 250,000                           |
| 2  |                                       |                                       |                                   |
| 3 FOR THE STATE BUDGET AGENCY                              |                                       |                                       |                                   |
| 4 Health and Safety Contingency Fund                       |                                       |                                       | 1,600,000                         |
| 5 Indiana University-Purdue University at Fort Wayne       |                                       |                                       |                                   |
| 6 - Northeast Indiana Innovation Center                    |                                       |                                       | 5,000,000                         |
| 7 Qualitech Lease Payment                                  |                                       |                                       | 5,717,877                         |
| 8 Heartland Steel Lease Payment                            |                                       |                                       | 2,386,515                         |
| 9  |                                       |                                       |                                   |
| 10 Tobacco Master Settlement Agreement                     |                                       |                                       |                                   |
| 11 Regional Health Care Construction Account (IC 4-12-8.5) |                                       |                                       |                                   |
| 12 State Operated Health Facilities                        |                                       |                                       | 2,900,000                         |
| 13   |                                       |                                       |                                   |
| 14 DEPARTMENT OF ADMINISTRATION - PROJECTS                 |                                       |                                       |                                   |
| 15 Preventive Maintenance                                  |                                       |                                       | 4,811,020                         |
| 16 Repair and Rehabilitation                               |                                       |                                       | 4,000,000                         |
| 17 Capitol Complex Space Utilization Study                 |                                       |                                       | 100,000                           |
| 18 State Office Space Consolidation                        |                                       |                                       | 500,000                           |
| 19   |                                       |                                       |                                   |
| 19 DEPARTMENT OF ADMINISTRATION - LEASES                   |                                       |                                       |                                   |
| 20 IDOA Parking Facilities Capital Lease                   |                                       |                                       | 13,222,641                        |
| 21 Indiana Government Center North                         |                                       |                                       | 32,486,999                        |
| 22 Indiana Government Center South                         |                                       |                                       | 33,882,357                        |
| 23 Indiana State Museum                                    |                                       |                                       | 12,566,639                        |
| 24 Wabash Valley Correctional Facility                     |                                       |                                       | 28,251,175                        |
| 25 Rockville Correctional Facility                         |                                       |                                       | 8,665,153                         |
| 26 Miami Correctional Facility                             |                                       |                                       | 30,434,507                        |
| 27 Pendleton Juvenile Correctional Facility                |                                       |                                       | 9,416,207                         |
| 28 New Castle Correctional Facility                        |                                       |                                       | 18,466,230                        |
| 29   |                                       |                                       |                                   |
| 30 B. PUBLIC SAFETY  |                                       |                                       |                                   |
| 31   |                                       |                                       |                                   |
| 32 (1) LAW ENFORCEMENT                                     |                                       |                                       |                                   |
| 33   |                                       |                                       |                                   |
| 34 INDIANA STATE POLICE                                    |                                       |                                       |                                   |
| 35 State Police Building Commission Fund (IC 9-1-2-1.5)    |                                       |                                       |                                   |
| 36 Preventive Maintenance                                  |                                       |                                       | 1,080,050                         |
| 37 Repair and Rehabilitation                               |                                       |                                       | 1,919,950                         |
| 38   |                                       |                                       |                                   |
| 39 LAW ENFORCEMENT TRAINING BOARD                          |                                       |                                       |                                   |
| 40 Law Enforcement Academy Building Fund (IC 5-2-1-13)     |                                       |                                       |                                   |
| 41 Preventive Maintenance                                  |                                       |                                       | 353,000                           |
| 42 Repair and Rehabilitation                               |                                       |                                       | 408,000                           |
| 43 ADJUTANT GENERAL  |                                       |                                       |                                   |
| 44 Preventive Maintenance                                  |                                       |                                       | 250,000                           |
| 45 Repair and Rehabilitation                               |                                       |                                       | 1,637,900                         |
| 46   |                                       |                                       |                                   |
| 47 (2) CORRECTIONS   |                                       |                                       |                                   |
| 48   |                                       |                                       |                                   |
| 49 DEPARTMENT OF CORRECTION - PROJECTS                     |                                       |                                       |                                   |

|    | <i>FY 2003-2004<br/>Appropriation</i>              | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|-----------------------------------|
| 1  | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 2  | Repair and Rehabilitation                          |                                       | 1,466,735                         |
| 3  | <b>CORRECTIONAL UNITS</b>                          |                                       |                                   |
| 4  | Preventive Maintenance                             |                                       | 420,000                           |
| 5  | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 6  | Repair and Rehabilitation                          |                                       | 10,526,935                        |
| 7  | <b>STATE PRISON</b>                                |                                       |                                   |
| 8  | Preventive Maintenance                             |                                       | 1,161,322                         |
| 9  | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 10 | Repair and Rehabilitation                          |                                       | 5,008,595                         |
| 11 | <b>PENDLETON CORRECTIONAL FACILITY</b>             |                                       |                                   |
| 12 | Preventive Maintenance                             |                                       | 996,396                           |
| 13 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 14 | Repair and Rehabilitation                          |                                       | 2,710,103                         |
| 15 | <b>WOMEN'S PRISON</b>                              |                                       |                                   |
| 16 | Preventive Maintenance                             |                                       | 273,000                           |
| 17 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 18 | Repair and Rehabilitation                          |                                       | 3,375,000                         |
| 19 | <b>NEW CASTLE CORRECTIONAL FACILITY</b>            |                                       |                                   |
| 20 | Preventive Maintenance                             |                                       | 660,660                           |
| 21 | <b>PUTNAMVILLE CORRECTIONAL FACILITY</b>           |                                       |                                   |
| 22 | Preventive Maintenance                             |                                       | 843,022                           |
| 23 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 24 | Repair and Rehabilitation                          |                                       | 2,191,943                         |
| 25 | <b>PLAINFIELD JUVENILE CORRECTIONAL FACILITY</b>   |                                       |                                   |
| 26 | Preventive Maintenance                             |                                       | 543,947                           |
| 27 | Repair and Rehabilitation                          |                                       | 5,136,800                         |
| 28 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 29 | Repair and Rehabilitation                          |                                       | 979,788                           |
| 30 | <b>INDIANAPOLIS JUVENILE CORRECTIONAL FACILITY</b> |                                       |                                   |
| 31 | Preventive Maintenance                             |                                       | 325,146                           |
| 32 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 33 | Repair and Rehabilitation                          |                                       | 1,544,500                         |
| 34 | <b>BRANCHVILLE CORRECTIONAL FACILITY</b>           |                                       |                                   |
| 35 | Preventive Maintenance                             |                                       | 344,870                           |
| 36 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 37 | Repair and Rehabilitation                          |                                       | 394,650                           |
| 38 | <b>WESTVILLE CORRECTIONAL FACILITY</b>             |                                       |                                   |
| 39 | Preventive Maintenance                             |                                       | 1,191,891                         |
| 40 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 41 | Repair and Rehabilitation                          |                                       | 2,486,215                         |
| 42 | <b>ROCKVILLE CORRECTIONAL FACILITY</b>             |                                       |                                   |
| 43 | Preventive Maintenance                             |                                       | 344,870                           |
| 44 | <b>PLAINFIELD CORRECTIONAL FACILITY</b>            |                                       |                                   |
| 45 | Preventive Maintenance                             |                                       | 575,751                           |
| 46 | Post War Construction Fund (IC 7.1-4-8-1)          |                                       |                                   |
| 47 | Repair and Rehabilitation                          |                                       | 2,321,800                         |
| 48 | <b>RECEPTION-DIAGNOSTIC CENTER</b>                 |                                       |                                   |
| 49 | Preventive Maintenance                             |                                       | 216,472                           |

|    | <i>FY 2003-2004<br/>Appropriation</i>                           | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|-----------------------------------|
| 1  | <b>Post War Construction Fund (IC 7.1-4-8-1)</b>                |                                       |                                   |
| 2  | Preventive Maintenance  |                                       | 814,280                           |
| 3  | <b>PEN PRODUCTS</b>   |                                       |                                   |
| 4  | <b>Industry and Farm Products Revolving Fund (IC 11-10-6-6)</b> |                                       |                                   |
| 5  | Preventive Maintenance  |                                       | 110,292                           |
| 6  | Modification of CIF Food Processing Plt.                        |                                       | 3,141,915                         |
| 7  | <b>CORRECTIONAL INDUSTRIAL FACILITY</b>                         |                                       |                                   |
| 8  | Preventive Maintenance  |                                       | 520,023                           |
| 9  | <b>Post War Construction Fund (IC 7.1-4-8-1)</b>                |                                       |                                   |
| 10 | Repair and Rehabilitation                                       |                                       | 1,057,700                         |
| 11 | <b>WORK RELEASE CENTERS</b>                                     |                                       |                                   |
| 12 | Preventive Maintenance  |                                       | 100,732                           |
| 13 | <b>Post War Construction Fund (IC 7.1-4-8-1)</b>                |                                       |                                   |
| 14 | Repair and Rehabilitation                                       |                                       | 70,480                            |
| 15 | <b>WABASH VALLEY CORRECTIONAL FACILITY</b>                      |                                       |                                   |
| 16 | Preventive Maintenance  |                                       | 833,560                           |
| 17 | <b>Post War Construction Fund (IC 7.1-4-8-1)</b>                |                                       |                                   |
| 18 | Repair and Rehabilitation                                       |                                       | 3,171,915                         |
| 19 | <b>MIAMI CORRECTIONAL FACILITY</b>                              |                                       |                                   |
| 20 | Preventive Maintenance  |                                       | 521,400                           |
| 21 | <b>PENDLETON JUVENILE CORRECTIONAL FACILITY</b>                 |                                       |                                   |
| 22 | Preventive Maintenance  |                                       | 364,000                           |
| 23 |   |                                       |                                   |
| 24 | <b>C. CONSERVATION AND ENVIRONMENT</b>                          |                                       |                                   |
| 25 |   |                                       |                                   |
| 26 | <b>DEPARTMENT OF NATURAL RESOURCES - GENERAL ADMINISTRATION</b> |                                       |                                   |
| 27 | Repair and Rehabilitation                                       |                                       | 1,000,000                         |
| 28 | <b>FISH AND WILDLIFE</b>  |                                       |                                   |
| 29 | Preventive Maintenance  |                                       | 1,810,863                         |
| 30 | Repair and Rehabilitation                                       |                                       | 3,372,000                         |
| 31 | <b>FORESTRY</b>   |                                       |                                   |
| 32 | Preventive Maintenance  |                                       | 1,884,200                         |
| 33 | Repair and Rehabilitation                                       |                                       | 5,119,650                         |
| 34 | <b>HISTORIC SITES</b>   |                                       |                                   |
| 35 | Preventive Maintenance  |                                       | 331,586                           |
| 36 | Repair and Rehabilitation                                       |                                       | 2,000,000                         |
| 37 | <b>NATURE PRESERVES</b>   |                                       |                                   |
| 38 | Preventive Maintenance  |                                       | 109,200                           |
| 39 | Repair and Rehabilitation                                       |                                       | 1,093,000                         |
| 40 | <b>OUTDOOR RECREATION</b>                                       |                                       |                                   |
| 41 | Preventive Maintenance  |                                       | 33,306                            |
| 42 | Repair and Rehabilitation                                       |                                       | 575,000                           |
| 43 | <b>STATE PARKS AND RESERVOIR MANAGEMENT</b>                     |                                       |                                   |
| 44 | Preventive Maintenance  |                                       | 1,562,774                         |
| 45 | Drinking Water and Wastewater Systems                           |                                       | 5,000,000                         |
| 46 | Repair and Rehabilitation                                       |                                       | 24,800,000                        |
| 47 | <b>Cigarette Tax Fund (IC 6-7-1-29.1)</b>                       |                                       |                                   |
| 48 | Preventive Maintenance  |                                       | 3,700,000                         |
| 49 | <b>Indiana Heritage Trust Fund (IC 14-12-2-25)</b>              |                                       |                                   |

|    | <i>FY 2003-2004<br/>Appropriation</i>  | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|--|---------------------------------------|-----------------------------------|
| 1  | Land Acquisition for Prophetstown State Park   |                                       | 2,000,000                         |
| 2  | <b>DIVISION OF WATER</b>   |                                       |                                   |
| 3  | Preventive Maintenance   |                                       | 315,000                           |
| 4  | Dams Repair and Rehabilitation   |                                       | 2,000,000                         |
| 5  | Repair and Rehabilitation  |                                       | 925,000                           |
| 6  | <b>ENFORCEMENT</b>   |                                       |                                   |
| 7  | Preventive Maintenance   |                                       | 207,480                           |
| 8  | Repair and Rehabilitation  |                                       | 500,000                           |
| 9  | <b>STATE MUSEUM</b>  |                                       |                                   |
| 10 | Preventive Maintenance   |                                       | 600,000                           |
| 11 | <b>OIL AND GAS</b>   |                                       |                                   |
| 12 | Oil&Gas - Partnership Programs   |                                       | 200,000                           |
| 13 | <b>ENTOMOLOGY</b>  |                                       |                                   |
| 14 | Repair and Rehabilitation  |                                       | 200,000                           |
| 15 | <b>WAR MEMORIALS COMMISSION</b>  |                                       |                                   |
| 16 | Preventive Maintenance   |                                       | 1,421,494                         |
| 17 | Repair and Rehabilitation  |                                       | 2,754,503                         |
| 18 |  |                                       |                                   |
| 19 | <b>D. ECONOMIC DEVELOPMENT</b>   |                                       |                                   |
| 20 |  |                                       |                                   |
| 21 | <b>DEPARTMENT OF COMMERCE</b>  |                                       |                                   |
| 22 | Airport Facilities Lease   |                                       | 40,513,245                        |
| 23 | Aviation Technology  |                                       | 1,971,330                         |
| 24 |  |                                       |                                   |
| 25 | <b>E. TRANSPORTATION</b>   |                                       |                                   |
| 26 |  |                                       |                                   |
| 27 | <b>AIRPORT DEVELOPMENT</b>   |                                       |                                   |
| 28 | Airport Development  |                                       | 1,100,000                         |
| 29 |  |                                       |                                   |
| 30 | The foregoing allocation for the Indiana department of transportation is for airport |                                       |                                   |
| 31 | development and shall be used for the purpose of assisting local airport authorities |                                       |                                   |
| 32 | and local units of government in matching available federal funds under the airport  |                                       |                                   |
| 33 | improvement program and for matching federal grants for airport planning and for     |                                       |                                   |
| 34 | the other airport studies. Matching grants of aid shall be made in accordance with   |                                       |                                   |
| 35 | the approved annual capital improvements program of the Indiana department of        |                                       |                                   |
| 36 | transportation and with the approval of the governor and the budget agency.          |                                       |                                   |
| 37 |  |                                       |                                   |
| 38 | <b>F. FAMILY AND SOCIAL SERVICES, HEALTH, AND VETERANS' AFFAIRS</b>                  |                                       |                                   |
| 39 |  |                                       |                                   |
| 40 | <b>(1) FAMILY AND SOCIAL SERVICES ADMINISTRATION</b>                                 |                                       |                                   |
| 41 |  |                                       |                                   |
| 42 | <b>FSSA CONSTRUCTION</b>   |                                       |                                   |
| 43 | Repair and Rehabilitation  |                                       | 4,704,468                         |
| 44 | <b>EVANSVILLE PSYCHIATRIC CHILDREN'S CENTER</b>                                      |                                       |                                   |
| 45 | Preventive Maintenance   |                                       | 45,632                            |
| 46 | Repair and Rehabilitation  |                                       | 50,000                            |
| 47 | <b>EVANSVILLE STATE HOSPITAL</b>   |                                       |                                   |
| 48 | Preventive Maintenance   |                                       | 756,756                           |
| 49 | Repair and Rehabilitation  |                                       | 1,629,450                         |

|    | <i>FY 2003-2004<br/>Appropriation</i>   | <i>FY 2004-2005<br/>Appropriation</i> | <i>Biennial<br/>Appropriation</i> |
|----|---|---------------------------------------|-----------------------------------|
| 1  | <b>MADISON STATE HOSPITAL</b>   |                                       |                                   |
| 2  | Preventive Maintenance  |                                       | 971,409                           |
| 3  | Repair and Rehabilitation   |                                       | 1,049,110                         |
| 4  | <b>LOGANSPOUT STATE HOSPITAL</b>  |                                       |                                   |
| 5  | Preventive Maintenance  |                                       | 963,144                           |
| 6  | Repair and Rehabilitation   |                                       | 4,697,361                         |
| 7  | <b>RICHMOND STATE HOSPITAL</b>  |                                       |                                   |
| 8  | Preventive Maintenance  |                                       | 1,210,724                         |
| 9  | Repair and Rehabilitation   |                                       | 1,050,400                         |
| 10 | <b>LARUE CARTER MEMORIAL HOSPITAL</b>   |                                       |                                   |
| 11 | Preventive Maintenance  |                                       | 1,484,134                         |
| 12 | Repair and Rehabilitation   |                                       | 1,500,000                         |
| 13 | <b>FORT WAYNE STATE DEVELOPMENTAL CENTER</b>                                    |                                       |                                   |
| 14 | Preventive Maintenance  |                                       | 1,424,803                         |
| 15 | Repair and Rehabilitation   |                                       | 3,000,000                         |
| 16 | <b>MUSCATATUCK STATE DEVELOPMENTAL CENTER</b>                                   |                                       |                                   |
| 17 | Preventive Maintenance  |                                       | 1,257,449                         |
| 18 | Repair and Rehabilitation   |                                       | 1,000,000                         |
| 19 |   |                                       |                                   |
| 20 | <b>(2) PUBLIC HEALTH</b>  |                                       |                                   |
| 21 |   |                                       |                                   |
| 22 | <b>DEPARTMENT OF HEALTH</b>   |                                       |                                   |
| 23 | Preventive Maintenance  |                                       | 130,000                           |
| 24 | <b>SILVERCREST CHILDREN'S DEVELOPMENT CENTER</b>                                |                                       |                                   |
| 25 | Preventive Maintenance  |                                       | 161,140                           |
| 26 | <b>SCHOOL FOR THE BLIND</b>   |                                       |                                   |
| 27 | Preventive Maintenance  |                                       | 565,714                           |
| 28 | Repair and Rehabilitation   |                                       | 2,750,000                         |
| 29 | <b>SCHOOL FOR THE DEAF</b>  |                                       |                                   |
| 30 | Preventive Maintenance  |                                       | 553,120                           |
| 31 | Repair and Rehabilitation   |                                       | 2,422,527                         |
| 32 | <b>SOLDIERS' AND SAILORS' CHILDREN'S HOME</b>                                   |                                       |                                   |
| 33 | Preventive Maintenance  |                                       | 350,446                           |
| 34 | Repair and Rehabilitation   |                                       | 1,730,000                         |
| 35 | <b>Soldiers' and Sailors' Children's Home Construction Fund (IC 16-33-4-10)</b> |                                       |                                   |
| 36 | Repair and Rehabilitation   |                                       | 1,000,000                         |
| 37 |   |                                       |                                   |
| 38 | <b>(3) VETERANS' AFFAIRS</b>  |                                       |                                   |
| 39 |   |                                       |                                   |
| 40 | <b>INDIANA VETERANS' HOME</b>   |                                       |                                   |
| 41 | <b>Veterans' Home Construction Fund (IC 10-6-1-9)</b>                           |                                       |                                   |
| 42 | Preventive Maintenance  |                                       | 697,331                           |
| 43 | Repair and Rehabilitation   |                                       | 3,685,000                         |
| 44 |   |                                       |                                   |
| 45 | <b>G. EDUCATION</b>   |                                       |                                   |
| 46 |   |                                       |                                   |
| 47 | <b>HIGHER EDUCATION</b>   |                                       |                                   |
| 48 |   |                                       |                                   |
| 49 | <b>INDIANA UNIVERSITY - TOTAL SYSTEM</b>  |                                       |                                   |

|    |                                  |            |
|----|----------------------------------|------------|
| 1  | General Repair and Rehab         | 13,481,316 |
| 2  | PURDUE UNIVERSITY - TOTAL SYSTEM |            |
| 3  | General Repair and Rehab         | 10,697,838 |
| 4  | INDIANA STATE UNIVERSITY         |            |
| 5  | General Repair and Rehab         | 2,655,002  |
| 6  | UNIVERSITY OF SOUTHERN INDIANA   |            |
| 7  | General Repair and Rehab         | 515,734    |
| 8  | BALL STATE UNIVERSITY            |            |
| 9  | General Repair and Rehab         | 3,375,872  |
| 10 | VINCENNES UNIVERSITY             |            |
| 11 | General Repair and Rehab         | 1,293,416  |
| 12 | IVY TECH STATE COLLEGE           |            |
| 13 | General Repair and Rehab         | 949,032    |

14  
15 **SECTION 33. [EFFECTIVE UPON PASSAGE]**

16  
17 Notwithstanding the provisions of P.L. 291-2001, any part of the appropriation  
18 for the 2001-2003 biennium for the personal services/fringe benefits contingency  
19 fund in excess of \$26,000,000 that remains on June 30, 2003, does not revert to the  
20 state general fund, but remains available for salary and benefit increases and an  
21 employee leave conversion program and may not be used for any other purpose.

22  
23 Notwithstanding the provisions of P.L. 291-2001, any part of the appropriation for  
24 the 2001-2003 biennium for the employee recruitment and retention fund in excess  
25 of \$4,000,000 that remains on June 30, 2003, does not revert to the state general  
26 fund. The funds remain available for a state employee recruitment and retention plan  
27 for professional, technical and managerial employees and may not be used for any  
28 other purpose.

29  
30 **SECTION 34. [EFFECTIVE JULY 1, 2003]**

31  
32 The budget agency may employ one (1) or more architects or engineers to inspect  
33 construction, rehabilitation, and repair projects covered by the appropriations in  
34 this act or previous acts designated in this act.

35  
36 **SECTION 35. [EFFECTIVE JULY 1, 2003]**

37  
38 If any part of a construction or rehabilitation and repair appropriation made by  
39 this act or any previous acts has not been allotted or encumbered before the expiration  
40 of two (2) biennia, the budget agency may determine that the balance of the appropriation  
41 is not available for allotment. The appropriation may be terminated and the balance  
42 may revert to the fund from which the original appropriation was made.

43  
44 **SECTION 36. [EFFECTIVE JULY 1, 2003]**

45  
46 If the budget director makes a determination at any time during either fiscal year of the  
47 biennium that the executive branch of state government cannot meet its statutory  
48 obligations due to insufficient funds in the state general fund, then notwithstanding  
49 IC 4-10-18, the budget agency, with the approval of the governor and after review by the

1           **budget committee, may transfer from the counter-cyclical revenue and economic**  
2           **stabilization fund to the state general fund an amount necessary to maintain a**  
3           **positive balance in the state general fund.**

4           **SECTION 37. [EFFECTIVE UPON PASSAGE] (a) This SECTION applies to the following**  
5           **revolving or rotary funds administered by the department of administration:**

- 6           **(1) The telecommunications revolving fund (5220/106000);**  
7           **(2) The general services rotary fund (mail room) (5220/106100);**  
8           **(3) The motor pool revolving rotary fund (5220/106200);**  
9           **(4) The stationary store rotary fund (5220/106300);**  
10           **(5) The printing rotary fund (5220/106400); and**  
11           **(6) The information technology fund - transferred funds (5220/106500).**

12           **(b) If the proceeds of a fee charged for a service by the department of administration are**  
13           **required to be deposited into a fund listed in subsection (a), that fee:**

- 14           **(1) may not be increased during the period of time this SECTION is in effect; and**  
15           **(2) shall be reduced under the conditions listed in subsection (d).**

16           **(c) The department of administration may not bill any agency for payment for a service**  
17           **described in subsection (b) before providing the service to the agency.**

18           **(d) If on June 30, 2003, or on June 30, 2004, the balance of any of the funds listed in**  
19           **subsection (a) exceeds five million dollars (\$5,000,000), the department of administration**  
20           **shall reduce the fees charged for services relating to that fund by an amount determined**  
21           **to reduce the balance of the fund on the following June 30 to an amount that does not**  
22           **exceed five million dollars (\$5,000,000).**

23           **(e) This SECTION expires July 1, 2005.**

24           **SECTION 38. IC 4-15-1.8-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON**  
25           **PASSAGE]: Sec. 7. (a) The department shall do the following:**

- 26           **(1) Develop personnel policies, methods, procedures, and standards for all state agencies.**  
27           **(2) Formulate, establish, and administer position classification plans and salary and wage**  
28           **schedules, all subject to final approval by the governor.**  
29           **(3) Allocate positions in the state agencies to their proper classifications.**  
30           **(4) Approve employees for transfer, demotion, promotion, suspension, layoff, and dismissal.**  
31           **(5) Rate employees' service.**  
32           **(6) Arrange with state agency heads for employee training.**  
33           **(7) Investigate the need for positions in the state agencies.**  
34           **(8) Promulgate and enforce personnel rules.**  
35           **(9) Make and administer examinations for employment and for promotions.**  
36           **(10) Maintain personnel records and a roster of the personnel of all state agencies.**  
37           **(11) Render personnel services to the political subdivisions of Indiana.**  
38           **(12) Investigate the operation of personnel policies in all state agencies.**  
39           **(13) Assist state agencies in the improvement of their personnel procedures.**  
40           **(14) Conduct a vigorous program of recruitment of qualified and able persons for the state**  
41           **agencies.**  
42           **(15) Advise the governor and the general assembly of legislation needed to improve the**  
43           **personnel system of this state.**  
44           **(16) Furnish any information and counsel requested by the governor or the general**  
45           **assembly.**  
46           **(17) Establish and administer an employee training and career advancement program.**  
47           **(18) Administer the state personnel law, IC 4-15-2.**  
48           **(19) Institute an employee awards system designed to encourage all state employees to**

1 submit suggestions that will reduce the costs or improve the quality of state agencies.  
2 (20) Survey the administrative organization and procedures, including personnel procedures,  
3 of all state agencies, and submit to the governor measures to secure greater efficiency and  
4 economy, to minimize the duplication of activities, and to effect better organization and  
5 procedures among state agencies.  
6 (b) Salary and wage schedules established by the department under subsection (a) must  
7 provide for the establishment of overtime policies, which must include the following:  
8 (1) Definition of overtime.  
9 (2) Determination of employees or classes eligible for overtime pay.  
10 (3) Procedures for authorization.  
11 (4) Methods of computation.  
12 (5) Procedures for payment.  
13 (6) A provision that there shall be no mandatory adjustments to an employee's established  
14 work schedule in order to avoid the payment of overtime.  
15 (c) The state personnel advisory board shall advise the director and cooperate in the  
16 improvement of all the personnel policies of the state.  
17 (d) By January 1, 1984, the department shall establish programs of temporary appointment for  
18 employees of state agencies. A program established under this subsection must contain at least  
19 the following provisions:  
20 (1) A temporary appointment may not exceed one hundred eighty (180) working days in any  
21 twelve (12) month period.  
22 (2) The department may allow exceptions to the prohibition in subdivision (1) with the  
23 approval of the state budget agency.  
24 (3) A temporary appointment in an agency covered by IC 4-15-2 is governed by the  
25 procedures of that chapter.  
26 **(4) A temporary appointment does not constitute creditable service for purposes of the**  
27 **public employees' retirement program under IC 5-10.2 and IC 5-10.3. However, an**  
28 **employee who served in an intermittent form of temporary employment after June 30,**  
29 **1986, and before July 1, 2003, shall receive creditable service for the period of**  
30 **temporary employment.**  
31 SECTION 39. IC 4-15-2-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE UPON  
32 PASSAGE]: Sec. 2. **Except as provided in IC 4-15-1.8-7(d)**, all persons covered on January 1,  
33 1966, by this chapter or coming under the provisions of this chapter after January 1, 1966, shall  
34 be eligible for, shall participate in, and shall receive the benefits of the public employees  
35 retirement program as provided by IC 5-10.2 and IC 5-10.3.  
36 SECTION 40. IC 4-30-3-7 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
37 1, 2003]: Sec. 7. **(a)** The commission shall adopt rules under IC 4-22-2 governing the  
38 establishment, implementation, and operation of the lottery, including the following:  
39 (1) The type of lottery games to be conducted, except that:  
40 (A) the name of an elected official may not appear on a ticket or play slip of a lottery  
41 game, on a prize, or on an instrument used for the payment of prizes, unless the prize is  
42 in the form of a state warrant; and  
43 (B) coins or currency may not be dispensed from an electronic computer terminal or  
44 device used in a lottery game.  
45 (2) The sales price of tickets.  
46 (3) The number and size of prizes.  
47 (4) The method of selecting winning tickets. However, if a lottery game involves a drawing,  
48 the drawing must be public and witnessed by an independent certified public accountant.



- 1 The equipment used in the drawing shall be inspected before and after the drawing.  
2 (5) The manner of payment of prizes to holders of winning tickets.  
3 (6) The frequency of drawings of winning tickets.  
4 (7) The number and type of locations at which tickets may be purchased.  
5 (8) The method to be used in selling tickets.  
6 (9) The manner and amount of compensation of retailers.  
7 (10) The feasibility of using for a lottery game a terminal or device that may be operated  
8 solely by the player without the assistance of a retailer.  
9 (11) A system of internal audits.  
10 (12) The establishment of a code of ethics for officers and employees of the commission.  
11 (13) Any other matters necessary or desirable for the efficient or economical operation of  
12 the lottery or for the convenience of the public.

13 **(b) Lottery games authorized by the commission shall not include keno.**

14 SECTION 41. IC 4-33-13-5, AS AMENDED BY P.L.192-2002(ss), SECTION 26, IS  
15 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2002 (RETROACTIVE)]: Sec.  
16 5. (a) After funds are appropriated under section 4 of this chapter, each month the treasurer of  
17 state shall distribute the tax revenue deposited in the state gaming fund under this chapter to the  
18 following:

19 (1) **Before July 1, 2003**, the first thirty-three million dollars (\$33,000,000) of tax revenues  
20 collected **in a state fiscal year** under this chapter shall be ~~set aside for deposited in the~~  
21 **state general fund and, after June 30, 2003, the first thirty-three million dollars**  
22 **(\$33,000,000) of tax revenue collected in a state fiscal year under this chapter shall be**  
23 **distributed as** revenue sharing under subsection (d).

24 (2) Subject to subsection (b), twenty-five percent (25%) of the remaining tax revenue  
25 remitted by each licensed owner shall be paid:

26 (A) to the city that is designated as the home dock of the riverboat from which the tax  
27 revenue was collected, in the case of:

28 (i) a city described in IC 4-33-12-6(b)(1)(A); or

29 (ii) a city located in a county having a population of more than four hundred thousand  
30 (400,000) but less than seven hundred thousand (700,000);

31 (B) in equal shares to the counties described in IC 4-33-1-1(3), in the case of a riverboat  
32 whose home dock is on Patoka Lake; or

33 (C) to the county that is designated as the home dock of the riverboat from which the tax  
34 revenue was collected, in the case of a riverboat whose home dock is not in a city  
35 described in clause (A) or a county described in clause (B).

36 (3) Subject to subsection (c), the remainder of the tax revenue remitted by each licensed  
37 owner shall be paid to the property tax replacement fund. **In each state fiscal year**  
38 **beginning after June 30, 2003, the treasurer of state shall make the transfer required**  
39 **by this subdivision not later than the last business day of the month in which the tax**  
40 **revenue is remitted to the state for deposit in the state gaming fund. However, if tax**  
41 **revenue is received by the state on the last business day in a month, the treasurer of**  
42 **state may transfer the tax revenue to the property tax replacement fund in the**  
43 **immediately following month.**

44 (b) For each city and county receiving money under subsection (a)(2)(A) or (a)(2)(C), the  
45 treasurer of state shall determine the total amount of money paid by the treasurer of state to the  
46 city or county during the state fiscal year 2002. The amount determined is the base year revenue  
47 for the city or county. The treasurer of state shall certify the base year revenue determined under  
48 this subsection to the city or county. The total amount of money distributed to a city or county

1 under this section during a state fiscal year may not exceed the entity's base year revenue. For  
2 each state fiscal year beginning after June 30, 2002, the treasurer of state shall pay that part of  
3 the riverboat wagering taxes that:

4 (1) exceeds a particular city or county's base year revenue; and

5 (2) would otherwise be due to the city or county under this section;  
6 to the property tax replacement fund instead of to the city or county.

7 (c) Each state fiscal year the treasurer of state shall transfer from the tax revenue remitted to  
8 the property tax replacement fund under subsection (a)(3) to the build Indiana fund an amount  
9 that when added to the following may not exceed two hundred fifty million dollars  
10 (\$250,000,000) **during the state fiscal year beginning July 1, 2002, and two hundred**  
11 **eighty-five million dollars (\$285,000,000) during each state fiscal year beginning after June**  
12 **30, 2003:**

13 (1) Surplus lottery revenues under IC 4-30-17-3.

14 (2) Surplus revenue from the charity gaming enforcement fund under IC 4-32-10-6.

15 (3) Tax revenue from pari-mutuel wagering under IC 4-31-9-3.

16 The treasurer of state shall make transfers on a monthly basis as needed to meet the obligations  
17 of the build Indiana fund. If in any state fiscal year insufficient money is transferred to the  
18 property tax replacement fund under subsection (a)(3) to comply with this subsection, the  
19 treasurer of state shall reduce the amount transferred to the build Indiana fund to the amount  
20 available in the property tax replacement fund from the transfers under subsection (a)(3) for the  
21 state fiscal year.

22 (d) Before August 15 of 2003, and each year thereafter, the treasurer of state shall distribute  
23 the ~~wagering taxes set aside for amount of~~ revenue sharing **available for distribution in the**  
24 **state fiscal year** under subsection (a)(1) to the county treasurer of each county that does not have  
25 a riverboat according to the ratio that the county's population bears to the total population of the  
26 counties that do not have a riverboat. **Except as provided in subsection (g),** the county ~~treasurer~~  
27 **auditor** shall distribute the money received by the county under this subsection as follows:

28 (1) To each city located in the county according to the ratio the city's population bears to the  
29 total population of the county.

30 (2) To each town located in the county according to the ratio the town's population bears to  
31 the total population of the county.

32 (3) After the distributions required in subdivisions (1) and (2) are made, the remainder shall  
33 be retained by the county.

34 (e) Money received by a city, town, or county under subsection (d) **or (g)** may be used only:

35 (1) to reduce the property tax levy of the city, town, or county for a particular year (a  
36 property tax reduction under this subdivision does not reduce the maximum levy of the city,  
37 town, or county under IC 6-1.1-18.5);

38 (2) for deposit in a special fund or allocation fund created under IC 8-22-3.5, IC 36-7-14,  
39 IC 36-7-14.5, IC 36-7-15.1, and IC 36-7-30 to provide funding for additional credits for  
40 property tax replacement in property tax increment allocation areas;

41 (3) to fund sewer and water projects, including storm water management projects; or

42 (4) for police and fire pensions.

43 However, not more than twenty percent (20%) of the money received under subsection (d) may  
44 be used for the purpose described in subdivision (4).

45 (f) Before September 15 of 2003 and each year thereafter, the treasurer of state shall determine  
46 the total amount of money distributed to an entity under IC 4-33-12-6 during the preceding state  
47 fiscal year. If the treasurer of state determines that the total amount of money distributed to an  
48 entity under IC 4-33-12-6 during the preceding state fiscal year was less than the entity's base

1 year revenue (as determined under IC 4-33-12-6), the treasurer of state shall make a supplemental  
2 distribution to the entity from taxes collected under this chapter and deposited into the property  
3 tax replacement fund. **After June 30, 2003, and before July 1, 2005, the amount of the**  
4 **supplemental distribution is equal to the following:**

5 (1) **For an entity described in IC 4-33-12-6(b)(1), IC 4-33-12-6(b)(2),**  
6 **IC 4-33-12-6(b)(3), IC 4-33-12-6(d)(1), IC 4-33-12-6(d)(2), IC 4-33-12-6(d)(3), or**  
7 **IC 4-33-12-6(d)(4), fifty percent (50%) of the difference between the entity's base year**  
8 **revenue (as determined under IC 4-33-12-6) and the total amount of money distributed**  
9 **to the entity during the preceding state fiscal year under IC 4-33-12-6.**

10 (2) **For an entity described in IC 4-33-12-6(b)(4) and IC 4-33-12-6(d)(5),**  
11 **IC 4-33-12-6(b)(5) and IC 4-33-12-6(d)(6), and IC 4-33-12-6(b)(6) and**  
12 **IC 4-33-12-6(d)(7), the amount of the supplemental distribution is equal to the**  
13 **difference between the entity's base year revenue (as determined under IC 4-33-12-6)**  
14 **and the total amount of money distributed to the entity during the preceding state**  
15 **fiscal year under IC 4-33-12-6.**

16 **After June 30, 2005,** the amount of the supplemental distribution is equal to the difference  
17 between the entity's base year revenue (as determined under IC 4-33-12-6) and the total amount  
18 of money distributed to the entity during the preceding state fiscal year under IC 4-33-12-6.

19 **(g) This section applies only to a county containing a consolidated city. The county**  
20 **auditor shall distribute the money received by the county under subsection (d) as follows:**

21 (1) **To each city, other than a consolidated city, located in the county according to the**  
22 **ratio that the city's population bears to the total population of the county.**

23 (2) **To each town located in the county according to the ratio that the town's**  
24 **population bears to the total population of the county.**

25 (3) **After the distributions required in subdivisions (1) and (2) are made, the remainder**  
26 **shall be paid in equal amounts to the consolidated city and the county.**

27 **SECTION 42. IC 5-13-12-4, AS AMENDED BY P.L.281-2001, SECTION 1, IS AMENDED**  
28 **TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]:** Sec. 4. (a) The secretary-investment  
29 manager shall administer, manage, and direct the affairs and activities of the board under the  
30 policies and under the control and direction of the board. In carrying out these duties, the  
31 secretary-investment manager has the power to do the following:

32 (1) Approve all accounts for salaries and allowable expenses of the board, including, but not  
33 limited to:

34 (A) the employment of general or special attorneys, consultants, and employees and  
35 agents as may be necessary to assist the secretary-investment manager in carrying out the  
36 duties of that office and to assist the board in its consideration of applications for a  
37 guarantee of an industrial development obligation or credit enhancement obligation  
38 guarantee; and

39 (B) the setting of compensation of persons employed under subdivision (A).

40 (2) Approve all expenses incidental to the operation of the public deposit insurance fund.

41 (3) Perform other duties and functions that may be delegated to the secretary-investment  
42 manager by the board or that are necessary to carry out the duties of the  
43 secretary-investment manager under this chapter.

44 (b) The secretary-investment manager shall keep a record of the proceedings of the board, and  
45 shall maintain and be custodian of all books, documents, and papers filed with the board, and its  
46 official seal. The secretary-investment manager may make copies of all minutes and other records  
47 and documents of the board, and may give certificates under seal of the board to the effect that  
48 the copies are true copies. All persons dealing with the board may rely upon the certificates.

1 (c) Each year, beginning in 2001 and ending in 2011, after the treasurer of state prepares the  
2 annual report required by IC 4-8.1-2-14, the secretary-investment manager shall determine:

3 (1) the amount of interest earned by the public deposit insurance fund during the state fiscal  
4 year ending on the preceding June 30, after deducting:

5 (A) all expenses and other costs of the board for depositories that were not paid from  
6 other sources during that state fiscal year; and

7 (B) all expenses and other costs associated with the Indiana education savings authority  
8 that were not paid from other sources during that state fiscal year; ~~and~~

9 (2) the amount of interest earned during the state fiscal year ending on the preceding June  
10 30 by the pension distribution fund established by subsection (g); **and**

11 **(3) in annual reports covering state fiscal years beginning after June 30, 2003, an**  
12 **estimate of the interest that was not earned in the preceding state fiscal year as a result**  
13 **of transferring money from the public deposit insurance fund to the state general fund**  
14 **in the state fiscal year beginning July 1, 2003, and ending June 30, 2004, as a result of**  
15 **legislation enacted in the 2003 session of the general assembly.**

16 (d) On or before November 1 of each year, beginning in 2001 and ending in 2011, the public  
17 employees' retirement fund shall provide a report to the secretary-investment manager concerning  
18 the individual and aggregate payments made by all units of local government (as defined in  
19 IC 5-10.3-11-3) during the preceding calendar year for benefits under the police and firefighter  
20 pension funds established by IC 36-8-6, IC 36-8-7, and IC 36-8-7.5.

21 (e) On or before the last business day of November of each year, beginning in 2001 and ending  
22 in 2011, the secretary-investment manager shall compute the amount of earned interest to be  
23 distributed under this section to each unit of local government (as defined in IC 5-10.3-11-3) in  
24 accordance with subsection (h) according to the following formula:

25 STEP ONE: Add the amount determined under subsection (c)(1) to the amount determined  
26 under subsection (c)(2).

27 STEP TWO: Divide the STEP ONE sum by the aggregate amount of payments made by all  
28 units of local government during the preceding calendar year for benefits under the police  
29 and firefighter pension funds established by IC 36-8-6, IC 36-8-7, and IC 36-8-7.5, as  
30 reported under subsection (d).

31 STEP THREE: Multiply the STEP TWO quotient by the amount of payments made by each  
32 unit of local government during the preceding calendar year for benefits under the police  
33 and firefighter pension funds established by IC 36-8-6, IC 36-8-7, and IC 36-8-7.5, as  
34 reported under subsection (d).

35 (f) Subject to subsection (j), on or before the last business day of December of each year,  
36 beginning in 2001 and ending in 2011, the secretary-investment manager shall provide to the  
37 auditor of state:

38 (1) a report setting forth the amounts to be distributed to units of local government, as  
39 determined under subsection (e); and

40 (2) a check payable from the public deposit insurance fund to the pension distribution fund  
41 established by subsection (g) in an amount equal to the amount determined under subsection  
42 (c)(1).

43 (g) The pension distribution fund is established. The pension distribution fund shall be  
44 administered by the treasurer of state. The treasurer of state shall invest money in the pension  
45 distribution fund not currently needed to meet the obligations of the pension distribution fund in  
46 the same manner as other public money may be invested. Interest that accrues from these  
47 investments shall be deposited in the pension distribution fund. Money in the pension distribution  
48 fund at the end of a state fiscal year does not revert to the state general fund.

(h) Subject to subsection (j), on June 30 and October 1 of each year, beginning in 2002 and ending in 2012, the auditor of state shall distribute in two (2) equal installments from the pension distribution fund to the fiscal officer of each unit of local government identified under subsection (d) the amount computed for that unit under subsection (e) in November of the preceding year.

(i) Each unit of local government shall deposit distributions received under subsection (h) in the pension fund or funds identified by the secretary-investment manager and shall use those distributions to pay a portion of the obligations with respect to the pension fund or funds.

(j) Before providing a check to the auditor of state under subsection (f)(2) in December of any year, the secretary-investment manager shall determine:

(1) the total amount of payments made from the public deposit insurance fund under IC 5-13-13-3 after June 30, 2001;

(2) the total amount of payments received by the board for depositories and deposited in the public deposit insurance fund under IC 5-13-13-3 after June 30, 2001; and

(3) the total amount of interest earned by the public deposit insurance fund after the first of the payments described in subdivision (1).

If the total amount of payments determined under subdivision (1) less the total amount of payments determined under subdivision (2) (referred to in this subsection as the "net draw on the fund") exceeds ten million dollars (\$10,000,000) and also exceeds the total amount of interest determined under subdivision (3), the secretary-investment manager may not provide a check to the auditor of state under subsection (f)(2) and a distribution may not be made from the pension distribution fund under subsection (h) in the following calendar year until the total amount of interest earned by the public deposit insurance fund equals the net draw on the fund. A check may not be provided under subsection (f)(2) and a distribution may not be made under subsection (f) in any subsequent calendar year if a study conducted by the board under section 7(b) of this chapter demonstrates that payment of the distribution would reduce the balance of the public deposit insurance fund to a level insufficient to ensure the safekeeping and prompt payment of public funds to the extent they are not covered by insurance of any federal deposit insurance agency.

**(k) The secretary-investment manager and the auditor of state shall provide for a supplemental distribution of money to units that receive a distribution of interest under this section. The total amount of the distribution is equal to an estimate made by the secretary-investment manager of the interest that was not earned in the preceding state fiscal year as a result of transferring money from the public deposit insurance fund to the state general fund in the state fiscal year beginning July 1, 2003, and ending June 30, 2004, as a result of a budget bill enacted in the 2003 session of the general assembly. The amount of the total distribution shall be transferred from the public deposit insurance fund to the pension distribution fund in the same manner and at the same time as a transfer is made under subsection (f). A distribution under this subsection to units shall be made at the same time and in the same manner as distributions are made under subsection (h). Each unit shall receive a distribution under this subsection in the same proportion as the unit's share of the total amount distributed under subsection (h). Money distributed under this subsection may be used only for the purposes described in subsection (i).**

SECTION 43. IC 6-1.1-19-1.5, AS AMENDED BY P.L.90-2002, SECTION 173, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]:  
Sec. 1.5. (a) The following definitions apply throughout this section and IC 21-3-1.7:

(1) "Adjustment factor" means the adjustment factor determined by the department of local government finance for a school corporation under IC 6-1.1-34.

(2) "Adjusted target property tax rate" means:

1 (A) the school corporation's target general fund property tax rate determined under  
2 IC 21-3-1.7-6.8; multiplied by  
3 (B) the school corporation's adjustment factor.  
4 (3) "Previous year property tax rate" means the school corporation's previous year general  
5 fund property tax rate after the reductions cited in IC 21-3-1.7-5(1), IC 21-3-1.7-5(2), and  
6 IC 21-3-1.7-5(3).  
7 (b) Except as otherwise provided in this chapter, a school corporation may not, for ~~an ensuing~~  
8 a calendar year **beginning after December 31, 2004**, impose a general fund ad valorem property  
9 tax levy which exceeds the following:  
10 STEP ONE: Determine the result of:  
11 (A) the school corporation's adjusted target property tax rate; minus  
12 (B) the school corporation's previous year property tax rate.  
13 STEP TWO: ~~Determine the result of:~~  
14 (A) ~~the school corporation's target general fund property tax rate determined under~~  
15 ~~IC 21-3-1.7-6.8; multiplied by~~  
16 (B) the quotient resulting from:  
17 (i) ~~the absolute value of the result of the school corporation's adjustment factor minus~~  
18 ~~one (1); divided by~~  
19 (ii) ~~two (2).~~  
20 STEP THREE: If the school corporation's adjusted target property tax rate:  
21 (A) exceeds the school corporation's previous year property tax rate, perform the  
22 calculation under STEP ~~FOUR~~ **THREE** and not under STEP ~~FIVE~~; **FOUR**;  
23 (B) is less than the school corporation's previous year property tax rate, perform the  
24 calculation under STEP ~~FIVE~~ **FOUR** and not under STEP ~~FOUR~~; **THREE**; or  
25 (C) equals the school corporation's previous year property tax rate, determine the levy  
26 resulting from using the school corporation's adjusted target property tax rate and do not  
27 perform the calculation under STEP ~~FOUR~~ **THREE** or STEP ~~FIVE~~; **FOUR**.  
28 ~~The school corporation's 2002 assessed valuation shall be used for purposes of determining~~  
29 ~~the levy under clause (C) in 2002 and in 2003.~~  
30 STEP ~~FOUR~~; **THREE**: Determine the levy resulting from using the school corporation's  
31 previous year property tax rate after increasing the rate by the lesser of:  
32 (A) the STEP ONE result; or  
33 (B) the sum of:  
34 (i) five cents (\$0.05); plus  
35 (ii) if the school corporation's adjustment factor is more than one (1), the STEP TWO  
36 result.  
37 ~~The school corporation's 2002 assessed valuation shall be used for purposes of determining~~  
38 ~~the levy under this STEP in 2002 and in 2003: two and one-tenth cents (\$0.021).~~  
39 STEP ~~FIVE~~; **FOUR**: Determine the levy resulting from using the school corporation's  
40 previous year property tax rate after reducing the rate by the lesser of:  
41 (A) the absolute value of the STEP ONE result; or  
42 (B) the sum of:  
43 (i) nine cents (\$0.09); plus  
44 (ii) if the school corporation's adjustment factor is less than one (1), the STEP TWO  
45 result.  
46 ~~The school corporation's 2002 assessed valuation shall be used for purposes of determining~~  
47 ~~the levy under this STEP in 2002 and in 2003: two cents (\$0.02).~~  
48 STEP ~~SIX~~; **FIVE**: Determine the result of:

- (A) the ~~STEP THREE TWO~~ (C), ~~STEP FOUR~~, **THREE**, or ~~STEP FIVE FOUR~~ result, whichever applies; plus
- (B) an amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.

The maximum levy is to include the portion of any excessive levy and the levy for new facilities.

**STEP SIX: Determine the result of:**

(A) the **STEP FIVE** result; plus

(B) the product of:

- (i) the amount determined under IC 21-3-1.7-6.7(f) **STEP NINE**; multiplied by
- (ii) **thirty-five hundredths (0.35)**; multiplied by
- (iii) the number of students, as determined by the department of education, who have legal settlement in the school corporation and are enrolled in a charter school. In determining the number of students, each kindergarten pupil shall be counted as one-half (1/2) pupil.

The result determined under this STEP may not be included in the school corporation's adjusted base levy for the year following the year in which the result applies or in the school corporation's determination of tuition support.

(c) For purposes of this section, "total assessed value", as adjusted under subsection (d), with respect to a school corporation means the total assessed value of all taxable property for ad valorem property taxes first due and payable during that year.

(d) The department of local government finance may adjust the total assessed value of a school corporation to eliminate the effects of appeals and settlements arising from a statewide general reassessment of real property.

(e) The department of local government finance shall annually establish an assessment ratio and adjustment factor for each school corporation to be used upon the review and recommendation of the budget committee. The information compiled, including background documentation, may not be used in a:

- (1) review of an assessment under IC 6-1.1-8, IC 6-1.1-13, IC 6-1.1-14, or IC 6-1.1-15;
- (2) petition for a correction of error under IC 6-1.1-15-12; or
- (3) petition for refund under IC 6-1.1-26.

(f) All tax rates shall be computed by rounding the rate to the nearest one-hundredth of a cent (\$0.0001). All tax levies shall be computed by rounding the levy to the nearest dollar amount.

(g) **For the calendar year beginning January 1, 2004, and ending December, 31, 2004, a school corporation may impose a general fund ad valorem property tax levy in the amount determined under STEP SEVEN of the following formula:**

**STEP ONE: Determine the quotient of:**

- (A) the school corporation's 2003 assessed valuation; divided by
- (B) the school corporation's 2002 assessed valuation.

**STEP TWO: Determine the greater of zero (0) or the difference between:**

- (A) the **STEP ONE** amount; minus
- (B) one (1).

**STEP THREE: Determine the lesser of fifty-six thousandths (0.056) or the product of:**

- (A) the **STEP TWO** amount; multiplied by
- (B) **fifty-six thousandths (0.056)**.

**STEP FOUR: Determine the sum of:**

- (A) the **STEP THREE** amount; plus

(B) one (1).

**STEP FIVE: Determine the product of:**

(A) the STEP FOUR amount; multiplied by

(B) the school corporation's general fund ad valorem property tax levy for calendar year 2003.

**STEP SIX: Determine the result of:**

(A) the STEP FIVE amount; plus

(B) an amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.

The maximum levy is to include the portion of any excessive levy and the levy for new facilities.

**STEP SEVEN: Determine the result of:**

(A) the STEP SIX result; plus

(B) the product of:

(i) the amount determined under IC 21-3-1.7-6.7(f) STEP NINE; multiplied by

(ii) thirty-five hundredths (0.35); multiplied by

(iii) the number of students, as determined by the department of education, who have legal settlement in the school corporation and are enrolled in a charter school. In determining the number of students, each kindergarten pupil shall be counted as one-half (1/2) pupil.

The result determined under this STEP may not be included in the school corporation's adjusted base levy for the year following the year in which the result applies or in the school corporation's determination of tuition support.

SECTION 44. IC 6-1.1-19-12 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: **Sec. 12. (a)** Not later than the date on which the department of local government finance certifies a final action under IC 6-1.1-17-16, the department of local government finance shall provide to each county auditor the amount determined under IC 20-5.5-7-3(c)(6) for each charter school attended by a student who has legal settlement in both the county and a school corporation located in the county.

(b) This subsection applies beginning with the first distribution of property taxes to a school corporation after December 31, 2003. At the same time a county auditor distributes property taxes to a school corporation, the county auditor shall distribute to a charter school the amount described in subsection (a) for the charter school.

(c) A distribution of property taxes to a school corporation does not include an amount distributed under subsection (b).

SECTION 45. IC 6-1.1-21-2, AS AMENDED BY P.L.192-2002(ss), SECTION 39, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: **Sec. 2.** As used in this chapter:

(a) "Taxpayer" means a person who is liable for taxes on property assessed under this article.

(b) "Taxes" means property taxes payable in respect to property assessed under this article. The term does not include special assessments, penalties, or interest, but does include any special charges which a county treasurer combines with all other taxes in the preparation and delivery of the tax statements required under IC 6-1.1-22-8(a).

(c) "Department" means the department of state revenue.

(d) "Auditor's abstract" means the annual report prepared by each county auditor which under IC 6-1.1-22-5, is to be filed on or before March 1 of each year with the auditor of state.



1 (e) "Mobile home assessments" means the assessments of mobile homes made under  
2 IC 6-1.1-7.

3 (f) "Postabstract adjustments" means adjustments in taxes made subsequent to the filing of an  
4 auditor's abstract which change assessments therein or add assessments of omitted property  
5 affecting taxes for such assessment year.

6 (g) "Total county tax levy" means the sum of:

7 (1) the remainder of:

8 (A) the aggregate levy of all taxes for all taxing units in a county which are to be paid in  
9 the county for a stated assessment year as reflected by the auditor's abstract for the  
10 assessment year, adjusted, however, for any postabstract adjustments which change the  
11 amount of the aggregate levy; minus

12 (B) the sum of any increases in property tax levies of taxing units of the county that  
13 result from appeals described in:

14 (i) IC 6-1.1-18.5-13(5) and IC 6-1.1-18.5-13(6) filed after December 31, 1982; plus

15 (ii) the sum of any increases in property tax levies of taxing units of the county that  
16 result from any other appeals described in IC 6-1.1-18.5-13 filed after December 31,  
17 1983; plus

18 (iii) IC 6-1.1-18.6-3 (children in need of services and delinquent children who are  
19 wards of the county); minus

20 (C) the total amount of property taxes imposed for the stated assessment year by the  
21 taxing units of the county under the authority of IC 12-1-11.5 (repealed), IC 12-2-4.5  
22 (repealed), IC 12-19-5, or IC 12-20-24; minus

23 (D) the total amount of property taxes to be paid during the stated assessment year that  
24 will be used to pay for interest or principal due on debt that:

25 (i) is entered into after December 31, 1983;

26 (ii) is not debt that is issued under IC 5-1-5 to refund debt incurred before January 1,  
27 1984; and

28 (iii) does not constitute debt entered into for the purpose of building, repairing, or  
29 altering school buildings for which the requirements of IC 20-5-52 were satisfied prior  
30 to January 1, 1984; minus

31 (E) the amount of property taxes imposed in the county for the stated assessment year  
32 under the authority of IC 21-2-6 (repealed) or any citation listed in IC 6-1.1-18.5-9.8 for  
33 a cumulative building fund whose property tax rate was initially established or  
34 reestablished for a stated assessment year that succeeds the 1983 stated assessment year;  
35 minus

36 (F) the remainder of:

37 (i) the total property taxes imposed in the county for the stated assessment year under  
38 authority of IC 21-2-6 (repealed) or any citation listed in IC 6-1.1-18.5-9.8 for a  
39 cumulative building fund whose property tax rate was not initially established or  
40 reestablished for a stated assessment year that succeeds the 1983 stated assessment  
41 year; minus

42 (ii) the total property taxes imposed in the county for the 1984 stated assessment year  
43 under the authority of IC 21-2-6 (repealed) or any citation listed in IC 6-1.1-18.5-9.8  
44 for a cumulative building fund whose property tax rate was not initially established or  
45 reestablished for a stated assessment year that succeeds the 1983 stated assessment  
46 year; minus

47 (G) the amount of property taxes imposed in the county for the stated assessment year  
48 under:

- (i) IC 21-2-15 for a capital projects fund; plus  
(ii) IC 6-1.1-19-10 for a racial balance fund; plus  
(iii) IC 20-14-13 for a library capital projects fund; plus  
(iv) IC 20-5-17.5-3 for an art association fund; plus  
(v) IC 21-2-17 for a special education preschool fund; plus  
(vi) IC 21-2-11.6 for a referendum tax levy fund; plus  
(vii) an appeal filed under IC 6-1.1-19-5.1 for an increase in a school corporation's maximum permissible general fund levy for certain transfer tuition costs; plus  
(viii) an appeal filed under IC 6-1.1-19-5.4 for an increase in a school corporation's maximum permissible general fund levy for transportation operating costs; minus  
(H) the amount of property taxes imposed by a school corporation that is attributable to the passage, after 1983, of a referendum for an excessive tax levy under IC 6-1.1-19, including any increases in these property taxes that are attributable to the adjustment set forth in ~~IC 6-1.1-19-1.5(a) STEP ONE~~ **IC 6-1.1-19-1.5** or any other law; minus  
(I) for each township in the county, the lesser of:  
(i) the sum of the amount determined in IC 6-1.1-18.5-19(a) STEP THREE or IC 6-1.1-18.5-19(b) STEP THREE, whichever is applicable, plus the part, if any, of the township's ad valorem property tax levy for calendar year 1989 that represents increases in that levy that resulted from an appeal described in IC 6-1.1-18.5-13(5) filed after December 31, 1982; or  
(ii) the amount of property taxes imposed in the township for the stated assessment year under the authority of IC 36-8-13-4; minus  
(J) for each participating unit in a fire protection territory established under IC 36-8-19-1, the amount of property taxes levied by each participating unit under IC 36-8-19-8 and IC 36-8-19-8.5 less the maximum levy limit for each of the participating units that would have otherwise been available for fire protection services under IC 6-1.1-18.5-3 and IC 6-1.1-18.5-19 for that same year; minus  
(K) for each county, the sum of:  
(i) the amount of property taxes imposed in the county for the repayment of loans under IC 12-19-5-6 (repealed) that is included in the amount determined under IC 12-19-7-4(a) STEP SEVEN for property taxes payable in 1995, or for property taxes payable in each year after 1995, the amount determined under IC 12-19-7-4(b); and  
(ii) the amount of property taxes imposed in the county attributable to appeals granted under IC 6-1.1-18.6-3 that is included in the amount determined under IC 12-19-7-4(a) STEP SEVEN for property taxes payable in 1995, or the amount determined under IC 12-19-7-4(b) for property taxes payable in each year after 1995; plus  
(2) all taxes to be paid in the county in respect to mobile home assessments currently assessed for the year in which the taxes stated in the abstract are to be paid; plus  
(3) the amounts, if any, of county adjusted gross income taxes that were applied by the taxing units in the county as property tax replacement credits to reduce the individual levies of the taxing units for the assessment year, as provided in IC 6-3.5-1.1; plus  
(4) the amounts, if any, by which the maximum permissible ad valorem property tax levies of the taxing units of the county were reduced under IC 6-1.1-18.5-3(b) STEP EIGHT for the stated assessment year; plus  
(5) the difference between:  
(A) the amount determined in IC 6-1.1-18.5-3(e) STEP FOUR; minus  
(B) the amount the civil taxing units' levies were increased because of the reduction in

the civil taxing units' base year certified shares under IC 6-1.1-18.5-3(e).

(h) "December settlement sheet" means the certificate of settlement filed by the county auditor with the auditor of state, as required under IC 6-1.1-27-3.

(i) "Tax duplicate" means the roll of property taxes which each county auditor is required to prepare on or before March 1 of each year under IC 6-1.1-22-3.

(j) "Eligible property tax replacement amount" is equal to the sum of the following:

- (1) Sixty percent (60%) of the total county tax levy imposed by each school corporation in a county for its general fund for a stated assessment year.
- (2) Twenty percent (20%) of the total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) imposed in a county on real property for a stated assessment year.
- (3) Twenty percent (20%) of the total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) imposed in a county on tangible personal property, excluding business personal property, for an assessment year.

(k) "Business personal property" means tangible personal property (other than real property) that is being:

- (1) held for sale in the ordinary course of a trade or business; or
- (2) held, used, or consumed in connection with the production of income.

(l) "Taxpayer's property tax replacement credit amount" means the sum of the following:

- (1) Sixty percent (60%) of a taxpayer's tax liability in a calendar year for taxes imposed by a school corporation for its general fund for a stated assessment year.
- (2) Twenty percent (20%) of a taxpayer's tax liability for a stated assessment year for a total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) on real property.
- (3) Twenty percent (20%) of a taxpayer's tax liability for a stated assessment year for a total county tax levy (less sixty percent (60%) of the levy for the general fund of a school corporation that is part of the total county tax levy) on tangible personal property other than business personal property.

(m) "Tax liability" means tax liability as described in section 5 of this chapter.

(n) "General school operating levy" means the ad valorem property tax levy of a school corporation in a county for the school corporation's general fund.

SECTION 46. IC 6-1.1-34-7, AS AMENDED BY P.L.90-2002, SECTION 243, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 7. (a) Each year in which the department of local government finance computes a new assessment ratio for a school corporation, the department shall also compute a new adjustment factor for the school corporation. If the school corporation's assessment ratio for a year is more than ninety-nine percent (99%) but less than one hundred one percent (101%) of the state average assessment ratio for that year, the school corporation's adjustment factor is the number one (1). In all other cases, the school corporation's adjustment factor equals (1) the state average assessment ratio for a year, divided by (2) the school corporation's assessment ratio for that year. The department of local government finance shall notify the school corporation of its new adjustment factor before March 2 of the year in which the department calculates the new adjustment factor.

**(b) This subsection applies in a calendar year in which a general reassessment takes effect. If the department of local government finance has not computed:**

- (1) a new assessment ratio for a school corporation; or**
- (2) a new state average assessment ratio;**

**the school corporation's adjustment factor is the number one (1) until the department of**

1 local government finance notifies the school corporation of the school corporation's new  
2 adjustment factor.

3 SECTION 47. IC 12-10-10-12 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
4 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 12. (a) Beginning July 1, 2004,**  
5 **a provider who provides a service that is determined by the division to be one (1) of the ten**  
6 **(10) most utilized services by recipients in the program to an individual under the program**  
7 **for reimbursement shall be reimbursed at a rate established by the division.**

8 **(b) A provider who provides services to an individual under the program for**  
9 **reimbursement shall also provide the same or equivalent services to a state Medicaid**  
10 **waiver recipient if the service is reimbursable under the state Medicaid waiver.**

11 SECTION 48. IC 12-15-1-16 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
12 1, 2003]: Sec. 16. (a) Each:

13 (1) school corporation; or

14 (2) school corporation's employed, licensed, or qualified provider;

15 must enroll in a program to use federal funds under the Medicaid program (IC 12-15-1 et seq.)  
16 with the intent to share the costs of services that are reimbursable under the Medicaid program  
17 and that are provided to eligible children by the school corporation. However, a school  
18 corporation or a school corporation's employed, licensed, or qualified provider is not required to  
19 file any claims or participate in the program developed under this section.

20 (b) The office of Medicaid policy and planning and the department of education may develop  
21 policies and adopt rules to administer the program developed under this section.

22 (c) **The federal reimbursement for paid claims that are submitted by the school corporations**  
23 **under the program required under this section must be distributed to the school corporations.**  
24 **Three percent (3%) of the federal reimbursement for paid claims that are submitted by the**  
25 **school corporation under the program required under this section must be distributed to**  
26 **the state general fund for administration of the program. The remainder of the federal**  
27 **reimbursement for services provided under this section must be distributed to the school**  
28 **corporations. The state shall retain the nonfederal share of the reimbursement for Medicaid**  
29 **services provided under this section.**

30 (d) The office of Medicaid policy and planning, with the approval of the budget agency and  
31 after consultation with the department of education, shall establish procedures for the timely  
32 distribution of federal reimbursement due to the school corporations. The distribution procedures  
33 may provide for offsetting reductions to distributions of state tuition support or other state funds  
34 to school corporations in the amount of the nonfederal reimbursements required to be retained  
35 by the state under subsection (c).

36 SECTION 49. IC 13-17-5-6.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
37 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 6.5. (a) The auto emissions**  
38 **testing fund is created to pay the expenses of auto emissions testing under section 5.1 of this**  
39 **chapter. The fund consists of the fees deposited under section 6.6 of this chapter. The fund**  
40 **shall be administered by the department of environmental management.**

41 **(b) The expenses of administering the fund shall be paid from money in the fund.**

42 **(c) The treasurer of state shall invest the money in the fund not currently needed to meet**  
43 **the obligations of the fund in the same manner as other public money may be invested.**

44 **(d) Money in the fund at the end of a state fiscal year does not revert to the state general**  
45 **fund.**

46 SECTION 50. IC 13-17-5-6.6 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
47 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 6.6. (a) The air pollution control**  
48 **board shall establish fees to be paid by persons having their motor vehicles tested under**

1 section 5.1 of this chapter after December 31, 2003.

2 (b) The air pollution control board shall adopt rules under IC 4-22-2 as supplemented  
3 by IC 4-13-9 to set fees for the inspections required by section 5.1 of this chapter. The fees  
4 shall be set in an amount sufficient to cover the costs of administering the auto emissions  
5 testing program.

6 (c) Fees collected under this section shall be deposited in the auto emissions testing fund  
7 created by section 6.5 of this chapter.

8 SECTION 51. IC 13-17-5-7, AS AMENDED BY P.L.229-1999, SECTION 3, IS AMENDED  
9 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 7. (a) The department shall  
10 annually advise the budget committee on whether:

11 (1) money appropriated by the general assembly; ~~and~~

12 (2) money available through federal grants; ~~and~~

13 (3) **money in the auto emissions testing fund;**

14 is adequate to implement a motor vehicle emissions testing program described in section 5.1 of  
15 this chapter.

16 (b) If the money described under subsection (a) becomes insufficient to implement a motor  
17 vehicle emissions testing program, the department shall immediately notify:

18 (1) the governor; and

19 (2) the budget committee;

20 of the insufficiency.

21 SECTION 52. IC 13-18-13-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
22 1, 2003]: Sec. 3. (a) Money in the fund may be used to do the following:

23 (1) Provide loans or other financial assistance to political subdivisions for:

24 (A) the planning, designing, construction, renovation, improvement, or expansion of  
25 wastewater collection and treatment systems and other activities necessary or convenient  
26 to complete these tasks; ~~and~~

27 (B) **subject to subsection (c), to the extent permitted by federal law, any of the**  
28 **following in a brownfield:**

29 (i) **Abatement of polluted runoff.**

30 (ii) **Control of storm water runoff.**

31 (iii) **Correction of groundwater contamination.**

32 (iv) **Remediation of petroleum contamination.**

33 (2) Pay the cost of administering the fund and the program.

34 (3) Conduct all other activities that are permitted by the federal Clean Water Act.

35 (b) **The following projects are permitted to carry out the purposes stated in subsection**  
36 **(a)(1)(B):**

37 (1) **Excavation and disposal of underground storage tanks.**

38 (2) **Development of constructed wetlands.**

39 (3) **Capping of wells.**

40 (4) **Excavation, removal, and disposal of contaminated soil or sediment.**

41 (5) **Demolition of tunnels.**

42 (6) **Abandonment of wells.**

43 (7) **Phase I, Phase II, or Phase III environmental site assessments under the standards**  
44 **of the American Society for Testing and Materials.**

45 (8) **Any other project designed to carry out those purposes.**

46 (c) **The combined amount of outstanding loans for the purposes under subsection**  
47 **(a)(1)(B) at any time may not exceed twenty million dollars (\$20,000,000).**

48 SECTION 53. IC 13-18-13-10 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY

1, 2003]: Sec. 10. (a) The budget agency may make loans or provide other financial assistance from the fund to or for the benefit of a political subdivision under the following conditions:

(1) The loan or other financial assistance must be used:

(A) for planning, designing, constructing, renovating, improving, or expanding wastewater collection and treatment systems and other activities necessary or convenient to complete these tasks;

(B) to:

(i) establish reserves or sinking funds; or

(ii) provide interest subsidies;

(C) to pay financing charges, including interest on the loan or other financial assistance during construction and for a reasonable period after the completion of construction; or

(D) to pay the following:

(i) Consultant, advisory, and legal fees.

(ii) Any other costs or expenses necessary or incident to the loan, other financial assistance, or the administration of the fund and the program.

(2) Subject to section 15 of this chapter, upon recommendation of the budget agency the state board of finance shall establish the interest rate or parameters for establishing the interest rate on each loan, including parameters for establishing the amount of interest subsidies.

(3) **Subject to subsection (b)**, the budget agency shall establish the terms and conditions that the budget agency considers necessary or convenient to:

(A) make loans; or

(B) provide other financial assistance under this chapter.

**(b) The terms and conditions under subsection (a)(3) of a loan or other financial assistance for the purposes under section 3(a)(1)(B) of this chapter may be different from the terms and conditions of a loan or other financial assistance for other purposes permitted by this chapter.**

SECTION 54. IC 20-5.5-1-1.3 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 1.3. "ADM of the previous year" or "ADM of the prior year" has the meaning set forth in IC 21-3-1.6-1.1(m).**

SECTION 55. IC 20-5.5-1-1.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 1.5. "Average daily membership" or "ADM" has the meaning set forth in IC 21-3-1.6-1.1(d).**

SECTION 56. IC 20-5.5-1-5.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 5.5. "Current ADM" has the meaning set forth in IC 21-3-1.6-1.1(n).**

SECTION 57. IC 20-5.5-7-3, AS ADDED BY P.L.100-2001, SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: Sec. 3. (a) Not later than the date established by the department for determining average daily membership under IC 21-3-1.6-1.1(d), **and after May 31**, the organizer shall submit to the department the following information **on a form prescribed by the department**:

(1) The number of students enrolled in the charter school.

(2) The name **and address** of each student. ~~and~~

(3) **The name of the school corporation in which the student resides has legal settlement.**

(4) **The name of the school corporation, if any, that the student attended during the immediately preceding school year.**

(5) **The grade level in which the student will enroll in the charter school.**

1       **The department shall verify the accuracy of the information reported.**

2       (b) After verifying the accuracy of the information reported under subsection (a); **This**  
3       **subsection applies after December 31 of the calendar year in which a charter school begins**  
4       **its initial operation.** The department shall distribute the following to the organizer

5       (1) Tuition support and other state funding for any purpose for students in the charter  
6       school.

7       (2) A proportionate share of state and federal funds received for students with disabilities  
8       or staff services for students with disabilities for the students with disabilities enrolled in  
9       the charter school.

10       (3) A proportionate share of funds received under federal or state categorical aid programs  
11       for students who are eligible for the federal or state aid enrolled in the charter school: **the**  
12       **amount determined under IC 21-3-1.7 for the charter school. The department shall**  
13       **make a distribution under this subsection at the same time and in the same manner as**  
14       **the department makes a distribution under IC 21-3-1.7.**

15       (c) Not later than the date established by the department for determining average daily  
16       membership under IC 21-3-1.6-1.1(d); the organizer shall submit to each governing body a report  
17       of the total number and names of students from the governing body's school corporation enrolled  
18       in the charter school. Upon verifying the accuracy of the information reported; the governing  
19       body shall distribute to the organizer a proportionate share of local support for the students  
20       enrolled in the charter school in an amount determined under STEP THREE of the following  
21       formula:

22       STEP ONE: Add the revenues obtained by the school corporation's:

23       (A) general fund property tax levy; and

24       (B) general fund auto excise and financial institutions tax.

25       STEP TWO: Divide the sum determined under STEP ONE by the total number of students  
26       enrolled in the school corporation.

27       STEP THREE: Multiply the quotient determined under STEP TWO by the number of  
28       students enrolled in the charter school.

29       (d) The distribution under subsection (b) shall be made on the same schedule as the schedule  
30       on which the school corporation receives the funds. **The department shall provide to the**  
31       **department of local government finance the following information:**

32       (1) For each county, the number of students who:

33       (A) have legal settlement in the county; and

34       (B) attend a charter school.

35       (2) The school corporation in which each student described in subdivision (1) has legal  
36       settlement.

37       (3) The charter school that a student described in subdivision (1) attends and the  
38       county in which the charter school is located.

39       (4) The amount determined under:

40       (A) IC 6-1.1-19-1.5(g) STEP SEVEN for the 2004 calendar year; or

41       (B) IC 6-1.1-19-1.5(b) STEP SIX for the 2005 calendar year;

42       for each school corporation described in subdivision (2).

43       (5) The amount determined under STEP TWO of the following formula:

44       STEP ONE: Determine the product of:

45       (A) the amount determined under IC 21-3-1.7-6.7(f) STEP NINE for a charter  
46       school described in subdivision (3); multiplied by

47       (B) thirty-five hundredths (0.35).

48       STEP TWO: Determine the product of:

- 1 (A) the STEP ONE amount; multiplied by  
2 (B) the current ADM of a charter school described in subdivision (3).  
3 (6) The amount determined under STEP THREE of the following formula:  
4 STEP ONE: Determine the number of students described in subdivision (1) who:  
5 (A) attend the same charter school; and  
6 (B) have legal settlement in the same school corporation located in the county.  
7 STEP TWO: Determine the subdivision (5) STEP ONE amount for a charter school  
8 described in STEP ONE (A).  
9 STEP THREE: Determine the product of:  
10 (A) the STEP ONE amount; multiplied by  
11 (B) the STEP TWO amount.

12 SECTION 58. IC 20-5.5-7-3.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
13 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: Sec. 3.5. (a)  
14 This section applies to a conversion charter school.

15 (b) Not later than the initial date established by the department for determining average  
16 daily membership under IC 21-3-1.6-1.1(d), and after July 2, the organizer shall submit to  
17 a governing body on a form prescribed by the department the information reported under  
18 section 3(a) of this chapter for each student who:

- 19 (1) is enrolled in the organizer's conversion charter school; and  
20 (2) has legal settlement in the governing body's school corporation.

21 (c) Beginning not more than sixty (60) days after the department receives the  
22 information reported under section 3(a) of this chapter, the department shall distribute to  
23 the organizer:

- 24 (1) tuition support and other state funding for any purpose for students enrolled in the  
25 conversion charter school;  
26 (2) a proportionate share of state and federal funds received for students with  
27 disabilities or staff services for students with disabilities for students with disabilities  
28 enrolled in the conversion charter school; and  
29 (3) a proportionate share of funds received under federal or state categorical aid  
30 programs for students who are eligible for the federal or state categorical aid and are  
31 enrolled in the conversion charter school;

32 for the second six (6) months of the calendar year in which the conversion charter school  
33 is established. The department shall make a distribution under this subsection at the same  
34 time and in the same manner as the department makes a distribution to the governing body  
35 of the school corporation in which the conversion charter school is located. A distribution  
36 to the governing body of the school corporation in which the conversion charter school is  
37 located is reduced by the amount distributed to the conversion charter school. This  
38 subsection does not apply to a conversion charter school after December 31 of the calendar  
39 year in which the conversion charter school is established.

40 (d) The subsection applies beginning with the first property tax distribution described  
41 in IC 6-1.1-27-1 to the governing body of the school corporation in which a conversion  
42 charter school is located after the governing body receives the information reported under  
43 subsection (b). Not more than ten (10) days after the governing body receives a property  
44 tax distribution described in IC 6-1.1-27-1, the governing body shall distribute to the  
45 conversion charter school the amount determined under STEP THREE of the following  
46 formula:

- 47 STEP ONE: Determine the quotient of:  
48 (A) the number of students who:



- 1 (i) are enrolled in the conversion charter school; and  
2 (ii) were counted in the ADM of the previous year for the school corporation in  
3 which the conversion charter school is located; divided by  
4 (B) the current ADM of the school corporation in which the conversion charter  
5 school is located.

6 In determining the number of students enrolled under clause (A)(i), each kindergarten  
7 pupil shall be counted as one-half (1/2) pupil.

8 **STEP TWO:** Determine the total amount of the following revenues to which the school  
9 corporation in which the conversion charter school is located is entitled for the second  
10 six (6) months of the calendar year in which the conversion charter school is  
11 established:

12 (A) Revenues obtained by the school corporation's:

- 13 (i) general fund property tax levy; and  
14 (ii) excise tax revenue (as defined in IC 21-3-1.7-2).

15 (B) The school corporation's certified distribution of county adjusted gross income  
16 tax revenue under IC 6-3.5-1.1 that is to be used as property tax replacement  
17 credits.

18 **STEP THREE:** Determine the product of:

- 19 (A) the STEP ONE amount; multiplied by  
20 (B) the STEP TWO amount.

21 (e) Subsection (d) does not apply to a conversion charter school after the later of the  
22 following dates:

23 (1) December 31 of the calendar year in which the conversion charter school is  
24 established.

25 (2) Ten (10) days after the date on which the governing body of the school corporation  
26 in which the conversion charter school is located receives the final distribution  
27 described in IC 6-1.1-27-1 of revenues to which the school corporation in which the  
28 conversion charter school is located is entitled for the second six (6) months of the  
29 calendar year in which the conversion charter school is established.

30 (f) This subsection applies during the second six (6) months of the calendar year in which  
31 a conversion charter school is established. A conversion charter school may apply for an  
32 advance from the charter school advancement account under IC 20-5.5-7.5 in the amount  
33 determined under STEP FOUR of the following formula:

34 **STEP ONE:** Determine the result under subsection (d) STEP ONE (A).

35 **STEP TWO:** Determine the difference between:

- 36 (A) the conversion charter school's current ADM; minus  
37 (B) the STEP ONE amount.

38 **STEP THREE:** Determine the quotient of:

- 39 (A) the STEP TWO amount; divided by  
40 (B) the conversion charter school's current ADM.

41 **STEP FOUR:** Determine the product of:

- 42 (A) the STEP THREE amount; multiplied by  
43 (B) the quotient of:  
44 (i) the subsection (d) STEP TWO amount; divided by  
45 (ii) two (2).

46 **SECTION 59.** IC 20-5.5-7-4, AS AMENDED BY P.L.1-2002, SECTION 84, IS AMENDED  
47 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: Sec. 4. (a)  
48 Services that a school corporation provides to a charter school, including transportation, may be

provided at not more than one hundred three percent (103%) of the actual cost of the services.

(b) This subsection applies to a sponsor that is a state educational institution described in IC 20-5.5-1-15(1)(B). **In a calendar year**, a state educational institution may receive from the organizer of a charter school sponsored by the state educational institution an administrative fee equal to not more than three percent (3%) of the total amount the ~~governing body distributes~~ **organizer receives during the calendar year under IC 6-1.1-19-12 and IC 21-3-1.7-8.2.**

SECTION 60. IC 20-5.5-7-5, AS ADDED BY P.L.100-2001, SECTION 21, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: Sec. 5. (a) An organizer may apply for and accept for a charter school:

(1) independent financial grants; or

(2) funds from public or private sources other than the department.

**(b) An organizer shall make all applications, enter into all contracts, and sign all documents necessary for the receipt by a charter school of aid, money, or property from the federal government.**

SECTION 61. IC 20-5.5-7-9 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]: Sec. 9. (a) This section applies if:

(1) a sponsor:

(A) revokes a charter before the end of the term for which the charter is granted;

or

(B) does not renew a charter; or

(2) a charter school otherwise terminates its charter before the end of the term for which the charter is granted.

**(b) Any local or state funds that remain to be distributed to the charter school in the calendar year in which an event described in subsection (a) occurs shall be distributed as follows:**

(1) First, to the common school loan fund to repay any existing obligations of the charter school under IC 20-5.5-7.5.

(2) Second, to the entities that distributed the funds to the charter school. A distribution under this subdivision shall be on a pro rata basis.

(c) If the funds described in subsection (b) are insufficient to repay all existing obligations of the charter school under IC 20-5.5-7.5, the state shall repay any remaining obligations of the charter school under IC 20-5.5-7.5 from the amount appropriated for distributions under IC 21-3-1.7.

SECTION 62. IC 20-5.5-7.5 IS ADDED TO THE INDIANA CODE AS A NEW CHAPTER TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2003 (RETROACTIVE)]:

#### **Chapter 7.5. Charter School Advancement Account**

**Sec. 1. The charter school advancement account is established within the common school fund.**

**Sec. 2. As used in this chapter, "operational costs" means costs other than construction costs incurred by:**

(1) a charter school other than a conversion charter school during the second six (6) months of the calendar year in which the charter school begins its initial operation; or

(2) a charter school, including a conversion charter school, during the second six (6) months of a calendar year in which the charter school's most recent enrollment reported under IC 20-5.5-7-3(a) divided by the charter school's previous year's ADM is at least one and fifteen-hundredths (1.15).

1       Sec. 3. The board shall advance money to charter schools from the charter school  
2 advancement account to be used for operational costs.

3       Sec. 4. (a) The amount of an advance under section 3 of this chapter for operational costs  
4 described in section 2(1) of this chapter may not exceed the amount determined under  
5 STEP THREE of the following formula:

6       STEP ONE: Determine the product of:

7       (A) the charter school's enrollment reported under IC 20-5.5-7-3(a); multiplied by

8       (B) the statewide average amount determined under IC 21-3-1.7-6.7(f) STEP NINE.

9       STEP TWO: Determine the quotient of:

10       (A) the STEP ONE amount; divided by

11       (B) two (2).

12       STEP THREE: Determine the product of:

13       (A) the STEP TWO amount; multiplied by

14       (B) one and fifteen-hundredths (1.15).

15       (b) The amount of an advance under section 3 of this chapter for operational costs  
16 described in section 2(2) of this chapter may not exceed the amount determined under  
17 STEP FOUR of the following formula:

18       STEP ONE: Determine the quotient of:

19       (A) the amount determined under IC 21-3-1.7-6.7(f) STEP NINE for the charter  
20 school; divided by

21       (B) two (2).

22       STEP TWO: Determine the difference between:

23       (A) the charter school's current ADM; minus

24       (B) the charter school's ADM of the previous year.

25       STEP THREE: Determine the product of:

26       (A) the STEP ONE amount; multiplied by

27       (B) the STEP TWO amount.

28       STEP FOUR: Determine the product of:

29       (A) the STEP THREE amount; multiplied by

30       (B) one and fifteen-hundredths (1.15).

31       Sec. 5. (a) Money advanced to a charter school under this chapter may be advanced for  
32 a period not to exceed twenty (20) years. A charter school to which money is advanced  
33 under this chapter must pay interest on the advance at the rate determined under section  
34 6 of this chapter. The board shall provide that the advances are prepayable by the charter  
35 school or by the general assembly at any time.

36       (b) This subsection applies if the general assembly prepays an advance of money under  
37 this chapter. Any prepayment under this subsection must be deducted from the amount  
38 appropriated for distributions under IC 21-3-1.7.

39       (c) The board, after consulting with the department and upon approval of the budget  
40 agency, shall establish the terms of an advance before the date on which the advance is  
41 made. The terms must include a provision allowing the state to withhold funds due to a  
42 charter school to which an advance is made until the advance, including interest accrued  
43 on the advance, is paid.

44       Sec. 6. The state board of finance shall establish periodically the rate of interest payable  
45 on advances of money under this chapter. An interest rate established under this section  
46 may not:

47       (1) be less than one percent (1%); and

48       (2) exceed four percent (4%).

1       **Sec. 7. (a) To ensure timely payment of an advance under this chapter according to the**  
2 **terms of the advance, the state may withhold from funds due to the charter school to which**  
3 **the advance is made an amount necessary to pay the advance and the interest on the**  
4 **advance.**

5       **(b) If the state withholds funds under subsection (a), the state first shall withhold funds**  
6 **from the distribution of state tuition support to the charter school to which the advance is**  
7 **made. If the tuition support distribution is unavailable or inadequate, the state may**  
8 **withhold funds from any other distribution of state funds to the charter school.**

9       **Sec. 8. A charter school that desires to obtain an advance under this chapter must submit**  
10 **an application to the board on a form prescribed by the board after consulting with the**  
11 **department and the budget agency for the board to determine the amount of the advance.**

12       **Sec. 9. (a) An advance under this chapter to a charter school is not an obligation of the**  
13 **charter school within the meaning of any constitutional limitation on or prohibition against**  
14 **indebtedness. This chapter does not relieve the organizer of the charter school to qualify**  
15 **the charter school for state tuition support.**

16       **(b) An agreement with the board to collect and pay over amounts deducted from state**  
17 **tuition support for the benefit of another party is not a debt of the state within the meaning**  
18 **of any constitutional limitation on or prohibition against state indebtedness.**

19       **Sec. 10. Priority of advances for operational costs must be on a basis determined by the**  
20 **board after consulting with the department and the budget agency.**

21       **Sec. 11. The board shall annually set aside from the principal of the common school loan**  
22 **fund four million dollars (\$4,000,000) for advances made under this chapter and under**  
23 **IC 20-5.5-7-3.5(f). If the total amount of advances made under this chapter and under**  
24 **IC 20-5.5-7-3.5(f) in a calendar year is less than four million dollars (\$4,000,000), the**  
25 **unused funds remain in the common school fund. The total amount of advances made**  
26 **under this chapter and under IC 20-5.5-7-3.5(f) in a calendar year may not exceed four**  
27 **million dollars (\$4,000,000). This section expires June 30, 2006.**

28       **SECTION 63. IC 20-5.5-8-5, AS ADDED BY P.L.100-2001, SECTION 21, IS AMENDED**  
29 **TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 5. The**  
30 **following statutes and rules and guidelines adopted under the following statutes apply to a charter**  
31 **school:**

- 32       (1) IC 5-11-1-9 (required audits by the state board of accounts).
- 33       (2) IC 20-1-1.5 (unified accounting system).
- 34       (3) IC 20-1-6 (special education).
- 35       (4) IC 20-5-2-7 and IC 20-6.1-3-7.1 (criminal history).
- 36       (5) IC 20-5-2-3 (subject to laws requiring regulation by state agencies).
- 37       (6) IC 20-6.1-4-15 (void teacher contract when two (2) contracts are signed).
- 38       (7) IC 20-6.1-6-11 (nondiscrimination for teacher marital status).
- 39       (8) IC 20-6.1-6-13 (teacher freedom of association).
- 40       (9) IC 20-6.1-6-15 (school counselor immunity).
- 41       (10) For conversion charter schools only, IC 20-6.1-4, IC 20-6.1-5 and IC 20-6.1-6.
- 42       (11) IC 20-8.1-3 (compulsory school attendance).
- 43       (12) IC 20-8.1-4 (limitations on employment of children).
- 44       (13) IC 20-8.1-5.1-13, IC 20-8.1-5.1-15, and IC 20-8.1-5.1-15.5 (student due process and
- 45       judicial review).
- 46       (14) IC 20-8.1-5.1-10 (firearms and deadly weapons).
- 47       (15) IC 20-8.1-7 and IC 20-8.1-8 (health and safety measures).
- 48       (16) IC 20-8.1-9-3 (exemption from school fees for eligible families and fee

reimbursement);

~~(17) IC 20-8.1-9-5 (notice to parents concerning financial assistance);~~

~~(18) (16) IC 20-8.1-12 (reporting of student violations of law).~~

~~(19) (17) IC 20-10.1-2-4 and IC 20-10.1-2-6 (patriotic commemorative observances).~~

~~(20) (18) IC 20-10.1-16, IC 20-10.1-17, or any other statute, rule, or guideline related to standardized testing (assessment programs, including remediation under the assessment programs).~~

~~(21) (19) IC 20-10.1-22.4 (parental access to education records).~~

~~(22) (20) IC 20-10.2 (accountability for school performance and improvement).~~

SECTION 64. IC 20-8.1-1-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 1. ~~Definition, "School Corporation":~~ As used in this article, the term "school corporation" means any public school corporation established by and under the laws of the state of Indiana. The term includes, but is not necessarily limited to, any school city, school town, school township, consolidated school corporation, metropolitan school district, township school corporation, county school corporation, united school corporation or any community school corporation. **For purposes of IC 20-8.1-9, the term includes the organizer of a charter school.**

SECTION 65. IC 20-8.1-1-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 2. As used in this article, the term "governing body" means any township trustee and the township board of a school township, any board of school commissioners, any metropolitan board of education, any board of trustees or any other board or commission charged by law with the responsibility of administering the affairs of a school corporation. **For purposes of IC 20-8.1-9, the term includes a charter school.**

SECTION 66. IC 20-8.1-9-3 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 3. (a) If a parent of a child or an emancipated minor who is enrolled in a public school, in grades K-12, meets the financial eligibility standard under section 2 of this chapter, the parent or the emancipated minor may not be required to pay the fees for school books, supplies, or other required class fees. Such fees shall be paid by the school corporation in which the child ~~resides~~. **attends.**

(b) The school corporation may apply for a reimbursement under section 9 of this chapter from the department of the costs incurred under subsection (a).

(c) To the extent the reimbursement received by the school corporation is less than the textbook rental fee assessed for textbooks that have been adopted under IC 20-10.1-9-1 or waived under IC 20-10.1-9-27, the school corporation may request that the parent or emancipated minor pay the balance of this amount.

SECTION 67. IC 20-12-1-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 2. (a) The Ball State University board of trustees, Indiana State University board of trustees, the trustees of Indiana University, the trustees of Purdue University, and the University of Southern Indiana board of trustees, each as to its respective institution, shall have the power and duty:

(1) to govern the disposition and method and purpose of use of the property owned, used, or occupied by the institution, including the governance of travel over and the assembly upon the property;

(2) to govern, by specific regulation and other lawful means, the conduct of students, faculty, employees, and others while upon the property owned, used, or occupied by the institutions;

(3) to govern, by lawful means, the conduct of its students, faculty, and employees, wherever the conduct might occur, to the end of preventing unlawful or objectionable acts

1 that seriously threaten the ability of the institution to maintain its facilities available for  
2 performance of its educational activities or that are in violation of the reasonable rules and  
3 standards of the institution designed to protect the academic community from unlawful  
4 conduct or conduct presenting a serious threat to person or property of the academic  
5 community;

6 (4) to dismiss, suspend, or otherwise punish any student, faculty member, or employee of  
7 the institution who violates the institution's rules or standards of conduct, after  
8 determination of guilt by lawful proceedings;

9 (5) to prescribe the fees, tuition, and charges necessary or convenient to the furthering of  
10 the purposes of the institution and to collect the prescribed fees, tuition, and charges;  
11 **however, all decisions to increase fees, tuition, and charges or to establish new fees,**  
12 **tuition, or charges must be adopted and published in the minutes of the trustees not**  
13 **later than December 31 immediately preceding the beginning of the state fiscal year**  
14 **in which the fees, tuition, or charges will take effect;**

15 (6) to prescribe the conditions and standards of admission of students upon the bases as are  
16 in its opinion in the best interests of the state and the institution;

17 (7) to prescribe the curricula and courses of study offered by the institution and define the  
18 standards of proficiency and satisfaction within the curricula and courses established by the  
19 institution;

20 (8) to award financial aid to students and groups of students out of the available resources  
21 of the institution through scholarships, fellowships, loans, remissions of fees, tuitions,  
22 charges, or other funds on the basis of financial need, excellence of academic achievement,  
23 or potential achievement or any other basis as the governing board may find to be  
24 reasonably related to the educational purposes and objectives of the institution and in the  
25 best interest of the institution and the state;

26 (9) to cooperate with other institutions to the end of better assuring the availability and  
27 utilization of its total resources and opportunities to provide excellent educational  
28 opportunity for all persons;

29 (10) to establish and carry out written policies for the investment of the funds of the  
30 institution in the manner provided by IC 30-4-3-3; and

31 (11) to lease to any corporation, limited liability company, partnership, association, or  
32 individual real estate title to which is in the name of an institution or in the name of the state  
33 for the use and benefit of the leasing institution.

34 (b) A lease may be for such term and for such rental, either nominal or otherwise, as the board  
35 determines to be in the best interest of the institution. No lease shall be executed under this  
36 section for a term exceeding four (4) years unless the execution is approved by the governor and  
37 by the state budget agency. The universities shall be exempt from all property taxes on any real  
38 estate leased under this section, and the lessee shall be liable for property taxes on the leased real  
39 estate as if the real estate were owned by the lessee in fee simple, unless the lessee is a student  
40 living in university-owned facilities.

41 (c) This section shall not be construed to deny any tax exemption that a lessee would have  
42 under other laws if the lessee were the owner in fee simple of the real estate.

43 SECTION 68. IC 20-12-14-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
44 1, 2003]: Sec. 2. (a) Instruction in ~~such~~ laboratory schools may be provided for pre-school pupils,  
45 kindergarten pupils, special education pupils, and for all or a portion of the twelve (12) common  
46 school grades.

47 (b) Agreements may be entered into with local school units and educational organizations for  
48 the assignment of pupils to such laboratory schools, the payment of transfer fees, and

1 contributions to the cost of establishing and maintaining ~~said the laboratory~~ schools.

2 (c) A ~~university which operates~~ a laboratory school ~~that~~:

3 (1) **is operated by a university** under this chapter without an agreement ~~with a local school~~  
4 ~~unit or an educational organization shall receive all the state financial assistance (based on~~  
5 ~~the number of pupils in ADM or ADA; as do other public schools; in the laboratory school)~~  
6 ~~that the largest school corporation in the county in which the university is located would~~  
7 ~~have received per pupil under IC 1971, 21-3 (except for IC 1971, 21-3-3); under Acts 1973,~~  
8 ~~P.L. 339, pp. 1943-1946; and under any supplemental laws; except supplemental laws which~~  
9 ~~provide for transportation assistance funding; described in subsection (b); and~~

10 (2) **has an ADM (as defined in IC 21-3-1.6-1.1(d)) of not more seven hundred fifty**  
11 **(750);**

12 **shall be treated as a charter school for purposes of local funding IC 6-1.1-19-12 and state**  
13 **funding under IC 21-3.**

14 (d) A pupil who attends a laboratory school full time may not be counted in ADM or ADA  
15 by any local school unit when his attendance is not regulated under an agreement. ~~Only~~  
16 ~~laboratory schools with enrollments of seven hundred fifty (750) full-time pupils or less shall~~  
17 ~~qualify for the above described state financial assistance.~~

18 SECTION 69. IC 20-12-61-13 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
19 1, 2003]: Sec. 13. (a) In addition to the duties described in section 9 of this chapter, the state  
20 board may do the following:

21 (1) Hold, encumber, control, acquire by donation or purchase, construct, own, lease, use,  
22 and sell real and personal property as is necessary for the conduct of its program of  
23 operation, on whatever terms and for whatever consideration may be appropriate.

24 (2) Accept gifts, grants, bequests, and devises absolutely and in trust for support of the  
25 college or its programs.

26 (3) Develop and adopt the appropriate programs to be offered.

27 (4) Develop a statewide salary structure and classification system, including provisions for  
28 employee group insurance, employee benefits, and personnel policies.

29 (5) Employ the chief administrator of a regional institute.

30 (6) Authorize the chief administrator of a regional institute to employ the necessary  
31 personnel for the regional institute, determine their qualifications, and fix their  
32 compensation in accordance with statewide policies established under subdivision (4).

33 (7) Grant appropriate certificates of achievement and associate degrees to students who  
34 complete prescribed and authorized courses or series of courses.

35 (8) Prescribe rules for the effective operation of a statewide program and exercise other  
36 powers that are necessary for the efficient management of the program.

37 (9) Establish a schedule of fees, **tuition, or and** charges for students and provide  
38 scholarships and remission of fees in proper cases, **however, all decisions to increase fees,**  
39 **tuition, and charges or to establish new fees, tuition, or charges must be adopted and**  
40 **published in the minutes of the trustees not later than December 31 immediately**  
41 **preceding the beginning of the state fiscal year in which the fees, tuition, or charges**  
42 **will take effect;**

43 (10) Authorize, approve, enter into, ratify, or confirm any agreement relating to a statewide  
44 program or a regional institute with the United States government, acting through any  
45 agency of the government designated or created to aid in the financing of such projects, or  
46 with any person, organization, or agency offering contracts or grants-in-aid financing the  
47 educational facilities or the operation of the facilities and programs.

48 (11) Establish written policies for the investment of the funds of Ivy Tech in the manner

1 provided by IC 30-4-3-3.

2 (b) Before taking any action under subsection (a)(1), (a)(3), (a)(5), or (a)(8) that would  
3 substantially affect a regional institute, the state board shall request recommendations concerning  
4 the proposed action from the regional board for that region.

5 (c) Upon request of a regional board that has submitted recommendations under subsection  
6 (b) or section 12(a)(7) of this chapter, the state board shall conduct public hearings concerning  
7 the recommendations at a regular or special meeting of the state board.

8 SECTION 70. IC 21-1-4-1 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
9 JANUARY 1, 2002 (RETROACTIVE)]: Sec. 1. (a) It is the duty of the general assembly under  
10 the Constitution of the State of Indiana to encourage by all suitable means moral, intellectual,  
11 scientific, and agricultural improvement and to provide, by law, for a general and uniform system  
12 of common schools, wherein tuition shall be without charge, and equally open to all.

13 (b) It is the intent of the general assembly that:

14 (1) the common school fund should be used to:

15 (A) assist school corporations and school townships in financing their school building  
16 construction and educational technology programs; **and**

17 (B) **assist charter schools in financing their operations;**

18 as authorized by law and under circumstances such that the principal of the fund remains  
19 inviolate;

20 (2) to the end described in subdivision (1), the common school fund may be used to make  
21 advances to:

22 (A) school corporations and school townships under IC 21-1-5; and

23 (B) **charter schools under IC 20-5.5-7-3.5(f) and IC 20-5.5-7.5; and**

24 (3) this chapter is in furtherance of the duties which are imposed exclusively upon the  
25 general assembly by the Constitution of the State of Indiana in connection with the  
26 maintenance of a general and uniform system of common schools and the investment and  
27 reinvestment of the common school fund and shall be liberally construed to carry out the  
28 purposes of the Constitution of the State of Indiana.

29 (c) In addition, the common school fund may be used to make advances under IC 21-1-5.1.

30 SECTION 71. IC 21-1-30-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
31 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: **Sec. 0.5. As**  
32 **used in this chapter, "school corporation" includes a charter school established under**  
33 **IC 20-5.5.**

34 SECTION 72. IC 21-1-30-2, AS AMENDED BY P.L.111-2002, SECTION 5, IS AMENDED  
35 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 2. For  
36 purposes of computation under this chapter, the following shall be used:

37 (1) Kindergarten pupils shall be counted as five-tenths (0.5). All other pupils shall be  
38 counted as one (1).

39 (2) The number of pupils shall be the number of pupils used in determining ADM, as  
40 defined by IC 21-3-1.6, for the current year.

41 (3) The staff cost amount for a school corporation is sixty-eight thousand four hundred  
42 forty-two dollars (\$68,442) for 2002 and sixty-nine thousand eight hundred eleven dollars  
43 (\$69,811) ~~for 2003:~~ **for calendar years beginning after December 31, 2002.**

44 (4) The guaranteed amount for a school corporation is the primetime allocation, before any  
45 penalty is assessed under this chapter, that the school corporation would have received  
46 under this chapter for the 1999 calendar year.

47 (5) The at-risk index is the index determined under IC 21-3-1.6-1.1.

48 (6) The following apply to determine whether amounts received under this chapter have



1 been devoted to reducing class size in kindergarten through grade 3 as required by section  
2 3(b) of this chapter:

3 (A) Except as permitted under section 5.5 of this chapter, only a licensed teacher who  
4 is an actual classroom teacher in a regular instructional program is counted as a teacher.

5 (B) If a school corporation is granted approval under section 5.5 of this chapter, the  
6 school corporation may include as one-third (1/3) of a teacher each classroom  
7 instructional aide who meets qualifications and performs duties prescribed by the Indiana  
8 state board of education.

9 SECTION 73. IC 21-1-30-3, AS AMENDED BY P.L.291-2001, SECTION 91, IS AMENDED  
10 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 3. (a)  
11 The amount to be distributed to a school corporation under this chapter is the amount determined  
12 by the following formula:

13 STEP ONE: Determine the applicable target pupil teacher ratio for the school corporation  
14 as follows:

15 (A) If the school corporation's at-risk index is less than seventeen-hundredths (0.17), the  
16 school corporation's target pupil teacher ratio is eighteen to one (18:1).

17 (B) If the school corporation's at-risk index is at least seventeen-hundredths (0.17) but  
18 less than twenty-seven hundredths (0.27), the school corporation's target pupil teacher  
19 ratio is fifteen (15) plus the result determined in item (iii):

20 (i) Determine the result of twenty-seven hundredths (0.27) minus the school  
21 corporation's at-risk index.

22 (ii) Determine the item (i) result divided by one-tenth (0.1).

23 (iii) Determine the item (ii) result multiplied by three (3).

24 (C) If the school corporation's at-risk index is at least twenty-seven hundredths (0.27),  
25 the school corporation's target pupil teacher ratio is fifteen to one (15:1).

26 STEP TWO: Determine the result of:

27 (A) the ADM of the school corporation, as determined under section 2(2) of this chapter,  
28 in kindergarten through grade 3 for the current school year; divided by

29 (B) the school corporation's target pupil teacher ratio, as determined in STEP ONE.

30 STEP THREE: Determine the result of:

31 (A) the total regular general fund revenue (the amount determined in ~~STEP ONE of~~  
32 ~~IC 21-3-1.7-8~~) **IC 21-3-1.7-8.2(c) STEP ONE or IC 21-3-1.7-8.2(d) STEP ONE**  
33 multiplied by seventy-five hundredths (0.75); divided by

34 (B) the school corporation's total ADM.

35 STEP FOUR: Determine the result of:

36 (A) the STEP THREE result; multiplied by

37 (B) the ADM of the school corporation, as determined under section 2(2) of this chapter  
38 in kindergarten through grade 3 for the current school year.

39 STEP FIVE: Determine the result of:

40 (A) the STEP FOUR result; divided by

41 (B) the staff cost amount.

42 STEP SIX: Determine the greater of zero (0) or the result of:

43 (A) the STEP TWO amount; minus

44 (B) the STEP FIVE amount.

45 STEP SEVEN: Determine the result of:

46 (A) the STEP SIX amount; multiplied by

47 (B) the staff cost amount.

48 STEP EIGHT: Determine the greater of the STEP SEVEN amount or the school

1 corporation's guaranteed amount.

2 STEP NINE: If the amount the school corporation received under this chapter in the  
3 previous calendar year is greater than zero (0), determine the lesser of:

4 (A) the STEP EIGHT amount; or

5 (B) the amount the school corporation received under this chapter for the previous  
6 calendar year multiplied by one hundred seven and one-half percent (107.5%).

7 ~~For 2000 calculations, the amount the school corporation received under this chapter for the~~  
8 ~~previous calendar year is the 1999 calendar year allocation, before any penalty was assessed~~  
9 ~~under this chapter.~~

10 (b) The amount received under this chapter shall be devoted to reducing class size in  
11 kindergarten through grade 3. A school corporation shall compile class size data for kindergarten  
12 through grade 3 and report the data to the department of education for purposes of maintaining  
13 compliance with this chapter.

14 SECTION 74. IC 21-1-30-10 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
15 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 10. This chapter expires**  
16 **January 1, 2006.**

17 SECTION 75. IC 21-2-4-7, AS ADDED BY P.L.178-2002, SECTION 89, IS AMENDED TO  
18 READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 7. (a) The  
19 governing body of a school corporation may adopt a resolution to transfer after June 30, 2002,  
20 and before January 1, 2003, money that is:

21 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~  
22 **IC 21-3-1.7-8.2(c)** STEP TWO (C) minus the amount transferred under IC 21-2-11.5-5(a)  
23 and IC 21-2-15-13.1(a); and

24 (2) on deposit in the school corporation's debt service fund;  
25 to the school corporation's general fund for use for any general fund purpose.

26 (b) The governing body of a school corporation may adopt a resolution to transfer after  
27 December 31, 2002, and before July 1, 2003, money that is:

28 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~  
29 **IC 21-3-1.7-8(b)** STEP TWO (D) minus the amount transferred under IC 21-2-11.5-5(b) and  
30 IC 21-2-15-13.1(b); and

31 (2) on deposit in the school corporation's debt service fund;  
32 to the school corporation's general fund for use for any general fund purpose.

33 (c) This section expires July 1, 2003.

34 SECTION 76. IC 21-2-11.5-5, AS ADDED BY P.L.178-2002, SECTION 90, IS AMENDED  
35 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 5. (a)  
36 The governing body of a school corporation may adopt a resolution to transfer after June 30,  
37 2002, and before January 1, 2003, money that is:

38 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~  
39 **IC 21-3-1.7-8.2(c)** STEP TWO (C) minus the amount transferred under IC 21-2-4-7(a) and  
40 IC 21-2-15-13.1(a); and

41 (2) on deposit in the school corporation's:  
42 (A) transportation fund;  
43 (B) school bus replacement fund; or  
44 (C) both the transportation fund and school bus replacement fund;  
45 to the school corporation's general fund for use for any general fund purpose.

46 (b) The governing body of a school corporation may adopt a resolution to transfer after  
47 December 31, 2002, and before July 1, 2003, money that is:

48 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~

1 **IC 21-3-1.7-8.2(c)** STEP TWO (D) minus the amount transferred under IC 21-2-4-7(b) and  
 2 IC 21-2-15-13.1(b); and  
 3 (2) on deposit in the school corporation's:  
 4 (A) transportation fund;  
 5 (B) school bus replacement fund; or  
 6 (C) both the transportation fund and school bus replacement fund;  
 7 to the school corporation's general fund for use for any general fund purpose.  
 8 (c) This section expires July 1, 2003.  
 9 SECTION 77. IC 21-2-15-4, AS AMENDED BY P.L.144-2002, SECTION 2, IS AMENDED  
 10 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 4. (a) **As used in this subsection,**  
 11 **"calendar year distribution" means the sum of:**  
 12 **(1) all distributions to a school corporation under:**  
 13 **(A) IC 6-1.1-19-1.5; and**  
 14 **(B) IC 21-3-1.7-3.2;**  
 15 **for the calendar year; plus**  
 16 **(2) plus the school corporation's excise tax revenue (as defined in IC 21-3-1.7-2) for the**  
 17 **immediately preceding calendar year; plus**  
 18 **(3) one-half (0.5) of the amount distributed to the school corporation under**  
 19 **IC 21-3-1.7-9.7 for the immediately preceding calendar year.**  
 20 (b) A school corporation may establish a capital projects fund.  
 21 ~~(b)~~ (c) With respect to any facility used or to be used by the school corporation (other than a  
 22 facility used or to be used primarily for interscholastic or extracurricular activities, except as  
 23 provided in subsection ~~(i)~~; **(j)**), the fund may be used to pay for the following:  
 24 (1) Planned construction, repair, replacement, or remodeling.  
 25 (2) Site acquisition.  
 26 (3) Site development.  
 27 (4) Repair, replacement, or site acquisition that is necessitated by an emergency.  
 28 ~~(c)~~ **(d)** The fund may be used to pay for the purchase, lease, repair, or maintenance of  
 29 equipment to be used by the school corporation (other than vehicles to be used for any purpose  
 30 and equipment to be used primarily for interscholastic or extracurricular activities, except as  
 31 provided in subsection ~~(i)~~; **(j)**).  
 32 ~~(d)~~ **(e)** The fund may be used for any of the following purposes:  
 33 (1) To purchase, lease, upgrade, maintain, or repair one (1) or more of the following:  
 34 (A) Computer hardware.  
 35 (B) Computer software.  
 36 (C) Wiring and computer networks.  
 37 (D) Communication access systems used to connect with computer networks or  
 38 electronic gateways.  
 39 (2) To pay for the services of full-time or part-time computer maintenance employees.  
 40 (3) To conduct nonrecurring inservice technology training of school employees.  
 41 (4) To fund the payment of advances, together with interest on the advances, from the  
 42 common school fund for educational technology programs under IC 21-1-5.  
 43 (5) To fund the acquisition of any equipment or services necessary:  
 44 (A) to implement the technology preparation curriculum under IC 20-10.1-5.6;  
 45 (B) to participate in a program to provide educational technologies, including computers,  
 46 in the homes of students (commonly referred to as "the buddy system project") under  
 47 IC 20-10.1-25, the 4R's technology program under IC 20-10.1-25, or any other program  
 48 under the educational technology program described in IC 20-10.1-25; or

(C) to obtain any combination of equipment or services described in clauses (A) and (B).

~~(f)~~ (f) The fund may be used to purchase:

- (1) building sites;
- (2) buildings in need of renovation;
- (3) building materials; and
- (4) equipment;

for the use of vocational building trades classes to construct new buildings and to remodel existing buildings.

~~(g)~~ (g) The fund may be used for leasing or renting of existing real estate, excluding payments authorized under IC 21-5-11 and IC 21-5-12.

~~(h)~~ (h) The fund may be used to pay for services of the school corporation employees that are bricklayers, stone masons, cement masons, tile setters, glaziers, insulation workers, asbestos removers, painters, paperhangers, drywall applicators and tapers, plasterers, pipe fitters, roofers, structural and steel workers, metal building assemblers, heating and air conditioning installers, welders, carpenters, electricians, or plumbers, as these occupations are defined in the United States Department of Labor, Employment and Training Administration, Dictionary of Occupational Titles, Fourth Edition, Revised 1991, if:

- (1) the employees perform construction of, renovation of, remodeling of, repair of, or maintenance on the facilities and equipment specified in subsections (b) and (c);
- (2) the school corporation's total annual salary and benefits paid by the school corporation to employees described in this subsection are at least six hundred thousand dollars (\$600,000); and
- (3) the payment of the employees described in this subsection is included as part of the proposed capital projects fund plan described in section 5(a) of this chapter.

However, the number of employees that are covered by this subsection is limited to the number of employee positions described in this subsection that existed on January 1, 1993. For purposes of this subsection, maintenance does not include janitorial or comparable routine services normally provided in the daily operation of the facilities or equipment.

~~(i)~~ (i) The fund may be used to pay for energy saving contracts entered into by a school corporation under IC 36-1-12.5.

~~(j)~~ (j) Money from the fund may be used to pay for the construction, repair, replacement, remodeling, or maintenance of a school sports facility. However, a school corporation's expenditures in a calendar year under this subsection may not exceed five percent (5%) of the property tax revenues levied for the fund in the calendar year.

~~(k)~~ (k) Money from the fund may be used to carry out a plan developed under IC 20-10.1-33.

**(l) This subsection applies during the period beginning January 1, 2004, and ending December 31, 2005. Money from the fund may be used to pay for up to one hundred percent (100%) of the following costs of a school corporation:**

- (1) Utility services.**
- (2) Property or casualty insurance.**
- (3) Both utility services and property or casualty insurance.**

**However, a school corporation's expenditures under this subsection in a calendar year may not exceed one percent (1%) of the school corporation's 2003 calendar year distribution.**

**(m) This subsection applies during the period beginning January 1, 2004, and ending December 31, 2005. Notwithstanding subsection (l), a school corporation's expenditures in a calendar year under subsection (l) may exceed one percent (1%) of the school corporation's 2003 calendar year distribution if the school corporation's current calendar year distribution is equal to or less than ninety-nine percent (99%) of the school**

corporation's 2003 calendar year distribution. The amount by which a school corporation's expenditures in a calendar year under subsection (l) may exceed one percent (1%) of the school corporation's 2003 calendar year distribution is the least of the following:

- (1) One percent (1%) of the school corporation's 2003 calendar year distribution.
- (2) The greater of zero (0) or the difference between:
  - (A) the sum of:
    - (i) the amount under IC 21-3-1.7-8.2(c) STEP ONE;
    - (ii) the amount determined for the school corporation under subsection (l); plus
    - (iii) the amount determined for the school corporation under this subsection, if any;
  - for the immediately preceding calendar year; minus
  - (B) the amount under IC 21-3-1.7-8.2(d) STEP ONE for the calendar year.
- (3) The difference between:
  - (A) one hundred percent (100%) of the school corporation's costs for utility services and property or casualty insurance; minus
  - (B) the amount determined for the school corporation under subsection (l) for the calendar year.

SECTION 78. IC 21-2-15-5, AS AMENDED BY P.L.177-2002, SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 5. (a) This subsection does not apply to a school corporation that is located in a city having a population of more than one hundred five thousand (105,000) but less than one hundred twenty thousand (120,000), unless a resolution adopted under IC 6-1.1-17-5.6(d) by the governing body of the school corporation is in effect. Before a governing body may collect property taxes for a capital projects fund in a particular year, the governing body must, after January 1 and not later than September 20 of the immediately preceding year, hold a public hearing on a proposed **or amended** plan and then pass a resolution to adopt **a the proposed or amended** plan.

(b) This subsection applies only to a school corporation that is located in a city having a population of more than one hundred five thousand (105,000) but less than one hundred twenty thousand (120,000). This subsection does not apply to the school corporation if a resolution adopted under IC 6-1.1-17-5.6(d) by the governing body of the school corporation is in effect. Before the governing body of the school corporation may collect property taxes for a capital projects fund in a particular year, the governing body must, after January 1 and on or before February 1 of the immediately preceding year, hold a public hearing on a proposed **or amended** plan and then pass a resolution to adopt **a the proposed or amended** plan.

(c) The department of local government finance shall prescribe the format of the plan. A plan must apply to at least the three (3) years immediately following the year the plan is adopted. A plan must estimate for each year to which it applies the nature and amount of proposed expenditures from the capital projects fund. A plan must estimate:

- (1) the source of all revenue to be dedicated to the proposed expenditures in the upcoming calendar year; and
- (2) the amount of property taxes to be collected in that year and retained in the fund for expenditures proposed for a later year.

(d) If a hearing is scheduled under subsection (a) or (b), the governing body shall publish the proposed plan and a notice of the hearing in accordance with IC 5-3-1-2(b).

**(e) Subject to any notice and hearing requirements, a school corporation may amend a plan adopted under this chapter to include expenditures under section 4(l) or 4(m) of this chapter.**

SECTION 79. IC 21-2-15-6, AS AMENDED BY P.L.90-2002, SECTION 443, IS AMENDED

1 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6. (a) The governing body shall  
2 publish a notice of the adoption **or amendment** of ~~the a~~ plan in accordance with IC 5-3-1-2(b).  
3 This publication must be made no later than twenty (20) days after the county auditor posts and  
4 publishes the notice of the school corporation's tax rate for the ensuing calendar year.

5 (b) In the first year that a plan is proposed, ten (10) or more taxpayers who will be affected  
6 by the adopted plan may file a petition with the county auditor of a county in which the school  
7 corporation is located not later than ten (10) days after the publication, setting forth their  
8 objections to the proposed plan. After the first year a plan is proposed, ten (10) or more taxpayers  
9 who will be affected by the adopted plan may file a petition with the county auditor of a county  
10 in which the school corporation is located not later than ten (10) days after the publication,  
11 setting forth their objections to any item in the proposed plan **or amendment to the plan** that  
12 does not concern a construction project that had previously been included in an adopted capital  
13 project fund plan. The county auditor shall immediately certify the petition to the department of  
14 local government finance.

15 SECTION 80. IC 21-2-15-13.1, AS ADDED BY P.L.178-2002, SECTION 93, IS AMENDED  
16 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 13.1. (a)  
17 The governing body of a school corporation may adopt a resolution to transfer after June 30,  
18 2002, and before January 1, 2003, money that is:

19 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~  
20 **IC 21-3-1.7-8.2(c) STEP TWO (C)** minus the amount transferred under IC 21-2-4-7(a) and  
21 IC 21-2-11.5-5(a); and

22 (2) on deposit in the school corporation's capital projects fund;  
23 to the school corporation's general fund for use for any general fund purpose.

24 (b) The governing body of a school corporation may adopt a resolution to transfer after  
25 December 31, 2002, and before July 1, 2003, money that is:

26 (1) not greater than the remainder of the amount described in ~~IC 21-3-1-7-8~~  
27 **IC 21-3-1.7-8.2(c) STEP TWO (D)** minus the amount transferred under IC 21-2-4-7(b) and  
28 IC 21-2-11.5-5(b); and

29 (2) on deposit in the school corporation's capital projects fund;  
30 to the school corporation's general fund for use for any general fund purpose.

31 (c) This section expires July 1, 2003.

32 SECTION 81. IC 21-2-18-3, AS ADDED BY P.L.77-1999, SECTION 9, IS AMENDED TO  
33 READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 3. (a) Except as provided in  
34 subsection (b), the fund may be used for one (1) or more of the purposes described in  
35 IC 20-5-62-6(4)(B), IC 20-10.1-25, IC 20-10.1-25.3, or ~~IC 21-2-15-4(d)~~. **IC 21-2-15-4(e)**.

36 (b) Money in the fund may not be used to purchase software programs to be used exclusively  
37 for administrative purposes, such as payroll and attendance records, personnel records,  
38 administration of insurance or pension programs, or any other similar purpose. However, if a  
39 particular software program is to be used for administrative purposes and for other purposes  
40 described in subsection (a), a portion of the cost of the software program may be paid from the  
41 fund. The portion of the cost that may be paid from the fund is the total cost of the software  
42 program multiplied by the estimated percentage of use of the software program for  
43 nonadministrative purposes.

44 SECTION 82. IC 21-2-18-4, AS AMENDED BY P.L.86-2000, SECTION 2, IS AMENDED  
45 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 4. Before February 15 of 2001 and  
46 each year thereafter, each school corporation shall file a report with the superintendent of public  
47 instruction's special assistant for technology. The report must be prepared in the form prescribed  
48 by the special assistant for technology and must include a list of expenditures made by the school

corporation during the preceding calendar year from the school corporation's:

- (1) school technology fund for purposes described in this chapter;
- (2) capital projects fund for purposes described in ~~IC 21-2-15-4(d)~~; **IC 21-2-15-4(e)**; and
- (3) debt service fund for purposes of providing financing for any equipment or facilities used to provide educational technology programs.

Before April 1 of 2001 and each year thereafter, the special assistant for technology shall compile the information contained in the reports required by this section and present that compilation to the educational technology council.

SECTION 83. IC 21-3-1.6-1.1, AS AMENDED BY P.L.111-2002, SECTION 6, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:  
Sec. 1.1. As used in this chapter:

(a) "School corporation" means any local public school corporation established under Indiana law. **Except as otherwise indicated, the term includes a charter school established under IC 20-5.5.**

(b) "School year" means a year beginning July 1 and ending the next succeeding June 30.

(c) "State distribution" due a school corporation means the amount of state funds to be distributed to a school corporation in any calendar year under this chapter.

(d) "Average daily membership" or "ADM" of a school corporation means the number of eligible pupils enrolled in the school corporation or in a transferee corporation on a day to be fixed annually by the Indiana state board of education ~~Such and, beginning in the school year that ends in the 2005 calendar year, as subsequently adjusted not later than January 30 under the rules adopted by the state board of education. The initial day of the count~~ shall fall within the first thirty (30) days of the school term. If, however, extreme patterns of student in-migration, illness, natural disaster, or other unusual conditions in a particular school corporation's enrollment on ~~either the particular day thus fixed by the Indiana state board of education or on the subsequent adjustment date~~, cause the enrollment to be unrepresentative of the school corporation's enrollment throughout a school year, the Indiana state board of education may designate another day for determining the school corporation's enrollment. The Indiana state board of education shall monitor changes that occur after the fall count, in the number of students enrolled in programs for children with disabilities and shall, before December 2 of that same year **and, beginning in the 2004 calendar year, before April 2 of the following calendar year**, make an adjusted count of students enrolled in programs for children with disabilities. The superintendent of public instruction shall certify the **December** adjusted count to the budget committee before February 5 of the following year **and the April adjusted count not later than May 31 immediately after the date of the April adjusted count**. In determining the ADM, each kindergarten pupil shall be counted as one-half (1/2) pupil. Where a school corporation commences kindergarten in a school year, the ADM of the current and prior calendar years shall be adjusted to reflect the enrollment of the kindergarten pupils. In determining the ADM, each pupil enrolled in a public school and a nonpublic school is to be counted on a full-time equivalency basis as provided in section 1.2 of this chapter. ~~"Current ADM" of a school corporation, used in computing its state distribution in a calendar year means the ADM of the school year ending in the calendar year. "ADM of the previous year" or "ADM of the prior year" of a school corporation used in computing its state distribution in a calendar year means the ADM of the school corporation for the school year ending in the preceding calendar year.~~

(e) "Additional count" of a school corporation, or comparable language, means the aggregate of the additional counts of the school corporation for certain pupils as set out in section 3 of this chapter (repealed) and as determined at the times for calculating ADM. "Current additional count" means the **initial computed** additional count of the school corporation for the school year

1 ending in the calendar year. "Prior year additional count" of a school corporation used in  
2 computing its state distribution in a calendar year means the **initial computed** additional count  
3 of the school corporation for the school year ending in the preceding calendar year.

4 (f) **For purposes of this subsection, "school corporation" does not include a charter**  
5 **school.** "Adjusted assessed valuation" of any school corporation used in computing state  
6 distribution for a calendar year means the assessed valuation in the school corporation, adjusted  
7 as provided in IC 6-1.1-34. The amount of the valuation shall also be adjusted downward by the  
8 department of local government finance to the extent it consists of real or personal property  
9 owned by a railroad or other corporation under the jurisdiction of a federal court under the  
10 federal bankruptcy laws (11 U.S.C. 101 et seq.) if as a result of the corporation being involved  
11 in a bankruptcy proceeding the corporation is delinquent in payment of its Indiana real and  
12 personal property taxes for the year to which the valuation applies. If the railroad or other  
13 corporation in some subsequent calendar year makes payment of the delinquent taxes, then the  
14 state superintendent of public instruction shall prescribe adjustments in the distributions of state  
15 funds pursuant to this chapter as are thereafter to become due to a school corporation affected  
16 by the delinquency as will ensure that the school corporation will not have been unjustly enriched  
17 under the provisions of P.L.382-1987(ss). The amount of the valuation shall also be adjusted  
18 downward by the department of local government finance to the extent it consists of real or  
19 personal property described in IC 6-1.1-17-0.5(b).

20 (g) "General fund" means a ~~school corporation~~ fund established under IC 21-2-11-2.

21 (h) "Teacher" means every person who is required as a condition of employment by a school  
22 corporation to hold a teacher's license issued or recognized by the state, except substitutes and  
23 any person paid entirely from federal funds.

24 (i) **For purposes of this subsection, "school corporation" does not include a charter**  
25 **school.** "Teacher ratio" of a school corporation used in computing state distribution in any  
26 calendar year means the ratio assigned to the school corporation pursuant to section 2 of this  
27 chapter.

28 (j) "Eligible pupil" means a pupil enrolled in a school corporation if:

29 (1) the school corporation has the responsibility to educate the pupil in its public schools  
30 without the payment of tuition;

31 (2) subject to subdivision (5), the school corporation has the responsibility to pay transfer  
32 tuition under IC 20-8.1-6.1, because the pupil is transferred for education to another school  
33 corporation (the "transferee corporation");

34 (3) the pupil is enrolled in a school corporation as a transfer student under IC 20-8.1-6.1-3  
35 or entitled to be counted for ADM or additional count purposes as a resident of the school  
36 corporation when attending its schools under any other applicable law or regulation;

37 (4) the state is responsible for the payment of transfer tuition to the school corporation for  
38 the pupil under IC 20-8.1-6.1; or

39 (5) all of the following apply:

40 (A) The school corporation is a transferee corporation.

41 (B) The pupil does not qualify as a qualified pupil in the transferee corporation under  
42 subdivision (3) or (4).

43 (C) The transferee corporation's attendance area includes a state licensed private or  
44 public health care facility, child care facility, or foster family home where the pupil was  
45 placed:

46 (i) by or with the consent of the division of family and children;

47 (ii) by a court order;

48 (iii) by a child placing agency licensed by the division of family and children; or



1 (iv) by a parent or guardian under IC 20-8.1-6.1-5.

2 **For purposes of IC 21-3-12, the term includes a student enrolled in a charter school.**

3 (k) "General fund budget" of a school corporation means the amount of the budget approved  
4 for a given year by the department of local government finance and used by the department of  
5 local government finance in certifying a school corporation's general fund tax levy and tax rate  
6 for the school corporation's general fund as provided for in IC 21-2-11. **The term does not apply**  
7 **to a charter school.**

8 (l) "At risk index" means the **following:**

9 **(1) For a school corporation that is not a charter school, the sum of:**

10 (1) (A) the product of sixteen-hundredths (0.16) multiplied by the percentage of families  
11 in the school corporation with children who are less than eighteen (18) years of age and  
12 who have a family income below the federal income poverty level (as defined in  
13 IC 12-15-2-1);

14 (2) (B) the product of four-tenths (0.4) multiplied by the percentage of families in the  
15 school corporation with a single parent; and

16 (3) (C) the product of forty-four hundredths (0.44) multiplied by the percentage of the  
17 population in the school corporation who are at least twenty (20) years of age with less  
18 than a twelfth grade education.

19 The data to be used in making the calculations under this ~~subsection~~ **subdivision** must be  
20 the data from the 1990 federal decennial census.

21 **(2) For a charter school, the index determined under subdivision (1) for the school**  
22 **corporation in which the charter school is located.**

23 **(m) "ADM of the previous year" or "ADM of the prior year" used in computing a state**  
24 **distribution in a calendar year means:**

25 **(1) For a:**

26 **(A) school corporation that is not a charter school; or**

27 **(B) charter school beginning in the second calendar year after the calendar year in**  
28 **which the charter school begins its initial operation;**

29 **the initial computed ADM for the school year ending in the preceding calendar year.**

30 **(2) For a conversion charter school in the calendar year after the calendar year in**  
31 **which the conversion charter school is established, the initial computed ADM for the**  
32 **school year ending in the preceding calendar year of the school that converted to the**  
33 **charter school under IC 20-5.5-11.**

34 **(n) "Current ADM" used in computing a state distribution in a calendar year means the**  
35 **initial computed ADM for the school year ending in the calendar year.**

36 SECTION 84. IC 21-3-1.6-2 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
37 JANUARY 1, 2002 (RETROACTIVE)]: Sec. 2. (a) **As used in this section, "school**  
38 **corporation" does not include a charter school.**

39 (b) To each school corporation there shall be assigned for each calendar year a teacher ratio  
40 which shall consist of the average training and experience factor of the school corporation  
41 divided by the state training and experience factor for the same year. The training and experience  
42 factor of the school corporation for each calendar year shall be calculated by assigning to each  
43 of its teachers employed on October 1 of the preceding year an index number in accordance with  
44 the following table, adding the total index numbers of all teachers in the school corporation and  
45 dividing the total by the number of teachers. The state factor shall be similarly calculated for all  
46 the teachers employed by the state's school corporations.

|    |                   |            |              |
|----|-------------------|------------|--------------|
| 47 | Amount of College | Amount of  |              |
| 48 | Training          | Experience | Index Factor |

|    |     |                   |                   |      |
|----|-----|-------------------|-------------------|------|
| 1  | (a) | Less than 4 years | Not applicable    | 0.7  |
| 2  | (b) | 4 years but less  | Less than 6 years | 0.8  |
| 3  |     | than 5 years      |                   |      |
| 4  |     |                   | 6 years or more   | 0.9  |
| 5  | (c) | 5 years or more   | Less than 5 years | 1.0  |
| 6  |     |                   | 5 years or more   |      |
| 7  |     |                   | but less than 11  |      |
| 8  |     |                   | years             | 1.1  |
| 9  |     |                   | 11 years or more  |      |
| 10 |     |                   | but less than 17  |      |
| 11 |     |                   | years             | 1.2  |
| 12 |     |                   | 17 years or more  | 1.3a |

13 SECTION 85. IC 21-3-1.7-2, AS AMENDED BY P.L.192-2002(ss), SECTION 164, IS  
14 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:  
15 Sec. 2. As used in this chapter, "excise tax revenue" means the amount of:

- 16 (1) financial institution excise tax revenue (IC 6-5.5); plus
- 17 (2) the motor vehicle excise taxes (IC 6-6-5) and the commercial vehicle excise taxes (IC
- 18 6-6-5.5);

19 ~~the a~~ school corporation **that is not a charter school** received for deposit in the school  
20 corporation's general fund in a year. **The excise tax revenue for a charter school is zero (0).**

21 SECTION 86. IC 21-3-1.7-3.2 IS ADDED TO THE INDIANA CODE AS A NEW  
22 SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:  
23 Sec. 3.2. (a) As used in this chapter, "previous year revenue" for calculations with respect  
24 to a school corporation equals:

- 25 (1) the school corporation's tuition support for regular programs, including basic  
26 tuition support, and excluding:

- 27 (A) special education grants;
- 28 (B) vocational education grants;
- 29 (C) at-risk programs;
- 30 (D) the enrollment adjustment grant;
- 31 (E) the academic honors diploma award; and
- 32 (F) the primetime distribution;

33 for the year that precedes the current year; plus

- 34 (2) for a school corporation that is not a charter school, the school corporation's  
35 tuition support levy for the year that precedes the current year before the reductions  
36 required under section 5(1) and 5(2) of this chapter; plus

- 37 (3) for a charter school, the total amount distributed to the charter school under IC  
38 6-1.1-19-12 for the year that precedes the current year; plus

- 39 (4) distributions received by the school corporation under IC 6-1.1-21.6 for the year  
40 that precedes the current year; plus

- 41 (5) the school corporation's excise tax revenue for the year that precedes the current  
42 year by two (2) years; minus

- 43 (6) an amount equal to the reduction in the school corporation's tuition support under  
44 subsection (b) or IC 20-10.1-2-1, or both; plus

- 45 (7) in calendar year 2003, the transfer amount determined for calendar year 2002  
46 under STEP TWO (C) of section 8.2 of this chapter.

- 47 (b) A school corporation's previous year revenue shall be reduced if:

- 48 (1) the school corporation's state tuition support for special or vocational education

1 was reduced as a result of a complaint being filed with the department of education  
2 after December 31, 1988, because the school program overstated the number of  
3 children enrolled in special or vocational education programs; and

4 (2) the school corporation's previous year revenue has not been reduced under this  
5 subsection more than one (1) time because of a given overstatement.

6 The amount of the reduction equals the amount the school corporation would have received  
7 in tuition support for special and vocational education because of the overstatement.

8 (c) The previous year revenue of a school corporation that is not a charter school shall  
9 be reduced if an existing elementary or secondary school located in the school corporation  
10 converts to a charter school under IC 20-5.5-11. The amount of the reduction equals the  
11 product of:

12 (1) the sum of the amounts distributed to the conversion charter school under  
13 IC 20-5.5-7-3.5(c) and IC 20-5.5-7-3.5(d); multiplied by

14 (2) two (2).

15 SECTION 87. IC 21-3-1.7-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
16 JANUARY 1, 2002 (RETROACTIVE)]: Sec. 4. As used in this chapter, "tuition support" with  
17 respect to a school corporation for a year means the total amount of state tuition support the  
18 school corporation actually received in that year for basic programs under section 8 8.2 of this  
19 chapter.

20 SECTION 88. IC 21-3-1.7-5, AS AMENDED BY P.L.85-2002, SECTION 5, IS AMENDED  
21 TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 5. (a)  
22 As used in this section, "school corporation" does not include a charter school.

23 (b) As used in this chapter, "tuition support levy" means with respect to a school corporation  
24 for a year the maximum general fund ad valorem property tax levy for the school corporation  
25 determined under IC 6-1.1-19-1.5 reduced by the following:

26 (1) An amount equal to the annual decrease in federal aid to impacted areas from the year  
27 preceding the ensuing calendar year by three (3) years to the year preceding the ensuing  
28 calendar year by two (2) years.

29 (2) The portion of the maximum general fund levy for the year that equals the original  
30 amount of the levy imposed by the school corporation to cover the costs of opening a new  
31 school facility during the preceding year.

32 SECTION 89. IC 21-3-1.7-6.6, AS AMENDED BY P.L.291-2001, SECTION 92, IS  
33 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6.6. (a) For purposes  
34 of this chapter, a school corporation's "adjusted ADM" for the current year is the result  
35 determined under the following formula:

36 STEP ONE: Determine the greatest of the following:

37 (A) The school corporation's ADM for the year preceding the current year by three (3)  
38 years:

39 (B) The school corporation's ADM for the year preceding the current year by two (2)  
40 years:

41 (C) The school corporation's ADM for the year preceding the current year by one (1)  
42 year:

43 (D) The school corporation's ADM for the current year:

44 STEP TWO: Determine the greater of zero (0) or the result of:

45 (A) the school corporation's ADM for the year preceding the current year by four (4)  
46 years; minus

47 (B) the STEP ONE amount:

48 STEP THREE: Determine the greatest of the following:

1 (A) The school corporation's ADM for the year preceding the current year by two (2)  
 2 years;  
 3 (B) The school corporation's ADM for the year preceding the current year by one (1)  
 4 year;  
 5 (C) The school corporation's ADM for the current year;  
 6 **STEP FOUR:** Determine the greater of zero (0) or the result of:  
 7 (A) the school corporation's ADM for the year preceding the current year by three (3)  
 8 years; minus  
 9 (B) the **STEP THREE** amount;  
 10 **STEP FIVE: ONE:** Determine the greater of the following:  
 11 (A) The school corporation's ADM for the year preceding the current year by one (1)  
 12 year.  
 13 (B) The school corporation's ADM for the current year.  
 14 **STEP SIX: TWO:** Determine the greater of zero (0) or the result of:  
 15 (A) the school corporation's ADM for the year preceding the current year by two (2)  
 16 years; minus  
 17 (B) the **STEP FIVE ONE** amount.  
 18 **STEP SEVEN: THREE:** Determine the greater of zero (0) or the result of:  
 19 (A) the school corporation's ADM for the year preceding the current year by one (1)  
 20 year; minus  
 21 (B) the school corporation's ADM for the current year.  
 22 **STEP EIGHT: FOUR:** Determine the sum of the following:  
 23 (A) The **STEP TWO** result multiplied by ~~two-tenths (0.2)~~; **three-tenths (0.3)**.  
 24 (B) The **STEP FOUR THREE** result multiplied by ~~four-tenths (0.4)~~;  
 25 ~~(C) The **STEP SIX** result multiplied by six-tenths (0.6).~~  
 26 ~~(D) The **STEP SEVEN** result multiplied by eight-tenths (0.8).~~  
 27 **STEP NINE: FIVE:** Determine the result of:  
 28 (A) the school corporation's ADM for the current year; plus  
 29 (B) the **STEP EIGHT FOUR** result.  
 30 **STEP SIX: This STEP applies to a school corporation that is not a charter school and**  
 31 **for which the amount determined under STEP FOUR is zero (0). Determine the sum**  
 32 **of:**  
 33 (A) the school corporation's ADM for the 2003 school year; plus  
 34 (B) the subsection (b) or (c) result, whichever is applicable.  
 35 Round the result to the nearest five-tenths (0.5).  
 36 (b) This subsection applies during the 2004 calendar year to a school corporation  
 37 described in subsection (a) **STEP SIX**. Determine the result under the following formula:  
 38 **STEP ONE:** Determine the difference between:  
 39 (A) the school corporation's ADM for the 2004 school year; minus  
 40 (B) the school corporation's ADM for the 2003 school year.  
 41 **STEP TWO:** Determine the greater of zero (0) or the difference between:  
 42 (A) the **STEP ONE** amount; minus  
 43 (B) fifty (50).  
 44 **STEP THREE:** Determine the product of:  
 45 (A) the **STEP TWO** amount; multiplied by  
 46 (B) three-thousandths (0.003).  
 47 **STEP FOUR:** Determine the lesser of the following:  
 48 (A) The **STEP THREE** amount.

1                   **(B) Seventy-five hundredths (0.75).**  
2           **STEP FIVE: Determine the product of:**  
3                   **(A) the STEP ONE amount; multiplied by**  
4                   **(B) the STEP FOUR amount.**  
5           **(c) This subsection applies during the 2005 calendar year to a school corporation**  
6           **described in subsection (a) STEP SIX. Determine the result under the following formula:**  
7                   **STEP ONE: Determine the difference between:**  
8                   **(A) the school corporation's ADM for the 2005 school year; minus**  
9                   **(B) the school corporation's ADM for the 2004 school year.**  
10           **STEP TWO: Determine the greater of zero (0) or the difference between:**  
11                   **(A) the STEP ONE amount; minus**  
12                   **(B) fifty (50).**  
13           **STEP THREE: Determine the product of:**  
14                   **(A) the STEP TWO amount; multiplied by**  
15                   **(B) three-thousandths (0.003).**  
16           **STEP FOUR: Determine the lesser of the following:**  
17                   **(A) The STEP THREE amount.**  
18                   **(B) Seventy-five hundredths (0.75).**  
19           **STEP FIVE: Determine the product of:**  
20                   **(A) the STEP ONE amount; multiplied by**  
21                   **(B) the STEP FOUR amount.**  
22           **STEP SIX: Determine the subsection (b) amount.**  
23           **STEP NINE: Determine the sum of:**  
24                   **(A) the STEP FIVE result; plus**  
25                   **(B) the STEP SIX result.**  
26           **SECTION 90. IC 21-3-1.7-6.7, AS AMENDED BY P.L.111-2002, SECTION 7, IS**  
27           **AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:**  
28           **Sec. 6.7. (a) This subsection applies during the 2003 calendar year. For each school**  
29           **corporation that is not a charter school, the index used in subsection (b) (e) is determined under**  
30           **the following STEPS:**  
31                   **STEP ONE: Determine the greater of zero (0) or the result of the following:**  
32                           **(1) Multiply the school corporation's at risk index by twenty-three hundredths (0.23)**  
33                           **in 2002 and twenty-five hundredths (0.25) in 2003.**  
34                           **(2) Divide the result under subdivision (1) by three thousand seven hundred thirty-six**  
35                           **ten-thousandths (0.3736).**  
36                           **(3) Subtract three hundred sixty-four ten-thousandths (0.0364) in 2002 and three**  
37                           **hundred ninety-five ten-thousandths (0.0395) in 2003 from the result under**  
38                           **subdivision (2).**  
39                   **STEP TWO: Determine the greater of zero (0) or the result of the following:**  
40                           **(1) Multiply the percentage of the school corporation's students who were eligible for**  
41                           **free lunches in the school year ending in 2001 by twenty-three hundredths (0.23) in**  
42                           **2002 and twenty-five hundredths (0.25) in 2003.**  
43                           **(2) Divide the result under subdivision (1) by seven hundred twenty-three thousandths**  
44                           **(0.723).**  
45                   **STEP THREE: Determine the greater of zero (0) or the result of the following:**  
46                           **(1) Multiply the percentage of the school corporation's students who were classified**  
47                           **as limited English proficient in the school year ending in 2000 by twenty-three**  
48                           **hundredths (0.23) in 2002 and twenty-five hundredths (0.25) in 2003.**

(2) Divide the result under subdivision (1) by one thousand seven hundred fifteen ten-thousandths (0.1715).

STEP FOUR: Determine the result of:

- (1) the sum of the results in STEPS ONE through THREE; divided by
- (2) three (3).

STEP FIVE: Determine the result of one (1) plus the STEP FOUR result.

(b) **This subsection applies during the 2003 calendar year. For each charter school, the index used in subsection (e) is one and one hundred twenty-four thousandths (1.124).**

(c) **This subsection applies to calendar years beginning after December 31, 2003. For each school corporation that is not a charter school, the index used in subsection (f) is determined under the following STEPS:**

**STEP ONE: Determine the greater of zero (0) or the result of the following:**

(1) **Determine the percentage of the population in the school corporation who are at least twenty (20) years of age with less than a twelfth grade education.**

(2) **Determine the quotient of:**

(A) **nine hundred seventy dollars (\$970); divided by**

(B) **four thousand five hundred dollars (\$4,500).**

(3) **Determine the product of:**

(A) **the subdivision (1) amount; multiplied by**

(B) **the subdivision (2) amount.**

**STEP TWO: Determine the greater of zero (0) or the result of the following:**

(1) **Determine the percentage of the school corporation's students who were eligible for free lunches in the school year ending in 2003.**

(2) **Determine the quotient of:**

(A) **one thousand two hundred dollars (\$1,200); divided by**

(B) **four thousand five hundred dollars (\$4,500).**

(3) **Determine the product of:**

(A) **the subdivision (1) amount; multiplied by**

(B) **the subdivision (2) amount.**

**STEP THREE: Determine the greater of zero (0) or the result of the following:**

(1) **Determine the percentage of the school corporation's students who were classified as limited English proficient in the school year ending in 2003.**

(2) **Determine the quotient of:**

(A) **four hundred thirty dollars (\$430); divided by**

(B) **four thousand five hundred dollars (\$4,500).**

(3) **Determine the product of:**

(A) **the subdivision (1) amount; multiplied by**

(B) **the subdivision (2) amount.**

**STEP FOUR: Determine the greater of zero (0) or the result of the following:**

(1) **Determine the percentage of families in the school corporation with a single parent.**

(2) **Determine the quotient of:**

(A) **five hundred thirty dollars (\$530); divided by**

(B) **four thousand five hundred dollars (\$4,500).**

(3) **Determine the product of:**

(A) **the subdivision (1) amount; multiplied by**

(B) **the subdivision (2) amount.**

**STEP FIVE: Determine the greater of zero (0) or the result of the following:**

1 (1) Determine the percentage of families in the school corporation with children  
2 who are less than eighteen (18) years of age and who have a family income level  
3 below the federal income poverty level (as defined in IC 12-15-2-1).

4 (2) Determine the quotient of:

5 (A) three hundred thirty dollars (\$330); divided by

6 (B) four thousand five hundred dollars (\$4,500).

7 (3) Determine the product of:

8 (A) the subdivision (1) amount; multiplied by

9 (B) the subdivision (2) amount.

10 **STEP SIX:** Determine the sum of the results in STEPS ONE through FIVE.

11 **STEP SEVEN:** Determine the result of one (1) plus the STEP SIX result.

12 **STEP EIGHT:** This STEP applies if the STEP SEVEN result is equal to or greater  
13 than one and twenty-five hundredths (1.25). Determine the result of the following:

14 (1) Determine the STEP TWO (1) amount for the school corporation.

15 (2) Determine the quotient of:

16 (A) one hundred fifty dollars (\$150); divided by

17 (B) four thousand five hundred dollars (\$4,500).

18 (3) Determine the product of:

19 (A) the subdivision (1) amount; multiplied by

20 (B) the subdivision (2) amount.

21 (4) Determine the percentage of families in the school corporation with children  
22 who are less than eighteen (18) years of age and who have a family income level  
23 below the federal income poverty level (as defined in IC 12-15-2-1).

24 (5) Determine the product of:

25 (A) the subdivision (4) amount; multiplied by

26 (B) the subdivision (2) amount.

27 (6) Determine the result of:

28 (A) the subdivision (3) result; plus

29 (B) the subdivision (5) result.

30 (7) Determine the result of:

31 (A) the STEP SEVEN result; plus

32 (B) the subdivision (6) result.

33 The data to be used in making the calculations under STEP ONE, STEP FOUR, and STEP  
34 FIVE of this subsection must be the data from the 1990 federal decennial census.

35 (d) This subsection applies to calendar years beginning after December 31, 2003. For  
36 each charter school, the index used in subsection (f) is determined under the following  
37 STEPS:

38 **STEP ONE:** Determine the greater of zero (0) or the result of the following:

39 (1) Determine the percentage of the state population that is at least twenty (20)  
40 years of age with less than a twelfth grade education.

41 (2) Determine the quotient of:

42 (A) nine hundred seventy dollars (\$970); divided by

43 (B) four thousand five hundred dollars (\$4,500).

44 (3) Determine the product of:

45 (A) the subdivision (1) amount; multiplied by

46 (B) the subdivision (2) amount.

47 **STEP TWO:** Determine the greater of zero (0) or the result of the following:

48 (1) Determine the percentage of the charter school's students who were eligible

for free lunches in the school year ending in 2003. If the data for this determination are not available, determine the statewide percentage of students who were eligible for free lunches in the school year ending in 2003.

(2) Determine the quotient of:

(A) one thousand two hundred dollars (\$1,200); divided by

(B) four thousand five hundred dollars (\$4,500).

(3) Determine the product of:

(A) the subdivision (1) amount; multiplied by

(B) the subdivision (2) amount.

**STEP THREE: Determine the greater of zero (0) or the result of the following:**

(1) Determine the percentage of the charter school's students who were classified as limited English proficient in the school year ending in 2003. If the data for this determination are not available, determine the statewide percentage of students who were classified as limited English proficient in the school year ending in 2003.

(2) Determine the quotient of:

(A) four hundred thirty dollars (\$430); divided by

(B) four thousand five hundred dollars (\$4,500).

(3) Determine the product of:

(A) the subdivision (1) amount; multiplied by

(B) the subdivision (2) amount.

**STEP FOUR: Determine the greater of zero (0) or the result of the following:**

(1) Determine the percentage of families in the state with a single parent.

(2) Determine the quotient of:

(A) five hundred thirty dollars (\$530); divided by

(B) four thousand five hundred dollars (\$4,500).

(3) Determine the product of:

(A) the subdivision (1) amount; multiplied by

(B) the subdivision (2) amount.

**STEP FIVE: Determine the greater of zero (0) or the result of the following:**

(1) Determine the percentage of families in the state with children who are less than eighteen (18) years of age and who have a family income level below the federal income poverty level (as defined in IC 12-15-2-1).

(2) Determine the quotient of:

(A) three hundred thirty dollars (\$330); divided by

(B) four thousand five hundred dollars (\$4,500).

(3) Determine the product of:

(A) the subdivision (1) amount; multiplied by

(B) the subdivision (2) amount.

**STEP SIX: Determine the sum of the results in STEPS ONE through FIVE.**

**STEP SEVEN: Determine the result of one (1) plus the STEP SIX result.**

**STEP EIGHT: This STEP applies if the STEP SEVEN result is equal to or greater than one and twenty-five hundredths (1.25). Determine the result of the following:**

(1) Determine the STEP TWO (1) amount for the charter school.

(2) Determine the quotient of:

(A) one hundred fifty dollars (\$150); divided by

(B) four thousand five hundred dollars (\$4,500).

(3) Determine the product of:



- 1 (A) the subdivision (1) amount; multiplied by  
2 (B) the subdivision (2) amount.  
3 (4) Determine the STEP FIVE (1) amount for the charter school.  
4 (5) Determine the product of:  
5 (A) the subdivision (4) amount; multiplied by  
6 (B) the subdivision (2) amount.  
7 (6) Determine the result of:  
8 (A) the subdivision (3) result; plus  
9 (B) the subdivision (5) result.  
10 (7) Determine the result of:  
11 (A) the STEP SEVEN result; plus  
12 (B) the subdivision (6) result.

13 **The data to be used in making the calculations under STEP ONE, STEP FOUR, and STEP**  
14 **FIVE of this subsection must be the data from the 1990 federal decennial census.**

15 (e) A school corporation's target revenue per ADM for a the 2003 calendar year is the result  
16 determined under STEP SIX of the following formula:

17 STEP ONE: Determine the result under clause (B) of the following formula:

18 (A) Determine the result of:

- 19 (i) ~~four thousand four hundred forty dollars (\$4,440) in 2002 and four thousand~~  
20 ~~five hundred sixty dollars (\$4,560); in 2003;~~ multiplied by  
21 (ii) the index determined ~~for the school corporation~~ under subsection (a) **or (b),**  
22 **as applicable.**

23 (B) Multiply the clause (A) result by the school corporation's adjusted ADM for the  
24 current year.

25 STEP TWO: Divide the school corporation's previous year revenue by the school  
26 corporation's adjusted ADM for the previous year.

27 STEP THREE: Multiply the ~~subsection (a) STEP FIVE result index determined under~~  
28 **subsection (a) or (b), as applicable,** by the following:

29 (A) If the STEP TWO result is not more than ~~(i) four thousand four hundred forty~~  
30 ~~dollars (\$4,440) in 2002; and (ii) four thousand five hundred sixty dollars (\$4,560) in~~  
31 ~~2003; multiply by ninety dollars (\$90).~~

32 (B) If the STEP TWO result is ~~(i) more than four thousand four hundred forty dollars~~  
33 ~~(\$4,440) and not more than five thousand five hundred twenty-five dollars (\$5,525)~~  
34 ~~in 2002; or (ii) more than four thousand five hundred sixty dollars (\$4,560) and not~~  
35 ~~more than five thousand eight hundred twenty-five dollars (\$5,825) in 2003; multiply~~  
36 ~~by the result under clause (C).~~

37 (C) Determine the result of **the following:**

- 38 (i) The STEP TWO result minus ~~four thousand four hundred forty dollars~~  
39 ~~(\$4,440) in 2002 and four thousand five hundred sixty dollars (\$4,560). in 2003;~~  
40 (ii) Divide the item (i) result by ~~one thousand eighty-five dollars (\$1,085) in 2002~~  
41 ~~and one thousand two hundred sixty-five dollars (\$1,265). in 2003;~~  
42 (iii) Multiply the item (ii) result by forty dollars (\$40).  
43 (iv) Subtract the item (iii) result from ninety dollars (\$90).

44 (D) If the STEP TWO result is more than ~~(i) five thousand five hundred twenty-five~~  
45 ~~dollars (\$5,525) in 2002; and (ii) five thousand eight hundred twenty-five dollars~~  
46 ~~(\$5,825), in 2003; multiply by fifty dollars (\$50).~~

47 STEP FOUR: Add the STEP TWO result and the STEP THREE result.

48 STEP FIVE: Determine the greatest of the following:

1 (A) Multiply the STEP FOUR result by the school corporation's adjusted ADM for the  
2 current year.

3 (B) Multiply the school corporation's previous year revenue by one and  
4 two-hundredths (1.02).

5 (C) The STEP ONE amount.

6 STEP SIX: Divide the STEP FIVE amount by the school corporation's adjusted ADM for  
7 the current year.

8 **(f) This subsection applies to calendar years beginning after December 31, 2003. A**  
9 **school corporation's target revenue per ADM for a calendar year is the result determined**  
10 **under STEP NINE of the following formula:**

11 **STEP ONE: Determine the result under clause (B) of the following formula:**

12 **(A) Determine the result of:**

13 **(i) four thousand five hundred dollars (\$4,500); multiplied by**

14 **(ii) the index determined under subsection (c) or (d), as applicable.**

15 **(B) Multiply the clause (A) result by the school corporation's adjusted ADM for**  
16 **the current year.**

17 **STEP TWO: Divide the school corporation's previous year revenue by the school**  
18 **corporation's adjusted ADM for the previous year.**

19 **STEP THREE: Determine the product of:**

20 **(A) the STEP TWO result; multiplied by**

21 **(B) the school corporation's current adjusted ADM.**

22 **STEP FOUR: Determine the greater of:**

23 **(A) the STEP ONE result; or**

24 **(B) the STEP THREE result.**

25 **STEP FIVE: Determine the result under the following formula:**

26 **(A) Determine the quotient of:**

27 **(i) the amount determine under section 9.7 of this chapter for the school**  
28 **corporation in the immediately preceding calendar year; divided by**

29 **(ii) two (2).**

30 **(B) Determine the sum of:**

31 **(i) the school corporation's previous year revenue; plus**

32 **(ii) the clause (A) amount; plus**

33 **(iii) in calendar year 2004, the transfer amount determined for calendar year**  
34 **2002 under STEP TWO (D) of section 8.2 of this chapter.**

35 **(C) Determine the quotient of:**

36 **(i) the clause (B) amount; divided by**

37 **(ii) the school corporation's ADM for the previous year.**

38 **(D) Determine the product of:**

39 **(i) the clause (C) amount; multiplied by**

40 **(ii) one and two-hundredths (1.02).**

41 **(E) Determine the product of:**

42 **(i) the clause (D) amount; multiplied by**

43 **(ii) the school corporation's current ADM.**

44 **STEP SIX: Determine the result under the following formula:**

45 **(A) Determine the product of:**

46 **(i) the STEP FIVE clause (C) amount; multiplied by**

47 **(ii) ninety-eight hundredths (0.98).**

48 **(B) Determine the product of:**

- 1 (i) the clause (A) amount; multiplied by  
2 (ii) the school corporation's current ADM.

3 **STEP SEVEN: Determine the greater of:**

- 4 (A) the STEP FOUR amount; or  
5 (B) the STEP SIX amount.

6 **STEP EIGHT: Determine the lesser of:**

- 7 (A) the STEP SEVEN amount; or  
8 (B) the STEP FIVE amount.

9 **STEP NINE: Divide the STEP EIGHT amount by the school corporation's adjusted**  
10 **ADM for the current year.**

11 SECTION 91. IC 21-3-1.7-6.8, AS AMENDED BY P.L.85-2002, SECTION 6, IS  
12 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:

13 Sec. 6.8. (a) **This section does not apply to a charter school.**

14 (b) **This subsection does not apply after December 31, 2003.** A school corporation's target  
15 general fund property tax rate for purposes of IC 6-1.1-19-1.5 is the result determined under  
16 STEP THREE of the following formula:

17 STEP ONE: This STEP applies only if the amount determined in STEP FIVE of the  
18 formula in section ~~6.7(b)~~ **6.7(e)** of this chapter minus the result determined in STEP ONE  
19 of the formula in section ~~6.7(b)~~ **6.7(e)** of this chapter is greater than zero (0). Determine  
20 the result under clause (E) of the following formula:

21 (A) Divide the school corporation's 2002 assessed valuation by the school  
22 corporation's current ADM.

23 (B) Divide the clause (A) result by ten thousand (10,000).

24 (C) Determine the greater of the following:

25 (i) The clause (B) result.

26 (ii) Thirty-nine dollars (\$39) in 2002 and thirty-nine dollars and seventy-five  
27 cents (\$39.75) in 2003.

28 (D) Determine the result determined under item (ii) of the following formula:

29 (i) Subtract the result determined in STEP ONE of the formula in section ~~6.7(b)~~  
30 **6.7(e)** of this chapter from the amount determined in STEP FIVE of the formula  
31 in section ~~6.7(b)~~ **6.7(e)** of this chapter.

32 (ii) Divide the item (i) result by the school corporation's current ADM.

33 (E) Divide the clause (D) result by the clause (C) result.

34 (F) Divide the clause (E) result by one hundred (100).

35 STEP TWO: This STEP applies only if the amount determined in STEP FIVE of the  
36 formula in section ~~6.7(b)~~ **6.7(e)** of this chapter is equal to STEP ONE of the formula in  
37 section ~~6.7(b)~~ **6.7(e)** of this chapter and the result of clause (A) is greater than zero (0).  
38 Determine the result under clause (G) of the following formula:

39 (A) Add the following:

40 (i) An amount equal to the annual decrease in federal aid to impacted areas from  
41 the year preceding the ensuing calendar year by three (3) years to the year  
42 preceding the ensuing calendar year by two (2) years.

43 (ii) The portion of the maximum general fund levy for the year that equals the  
44 original amount of the levy imposed by the school corporation to cover the costs  
45 of opening a new school facility during the preceding year.

46 (B) Divide the clause (A) result by the school corporation's current ADM.

47 (C) Divide the school corporation's 2002 assessed valuation by the school  
48 corporation's current ADM.

- (D) Divide the clause (C) result by ten thousand (10,000).  
(E) Determine the greater of the following:  
(i) The clause (D) result.  
(ii) Thirty-nine dollars (\$39) in 2002 and thirty-nine dollars and seventy-five cents (\$39.75) in 2003.  
(F) Divide the clause (B) result by the clause (E) amount.  
(G) Divide the clause (F) result by one hundred (100).

STEP THREE: Determine the sum of:

- (A) ninety-one and eight-tenths cents (\$0.918) in 2002; and  
(B) ninety-five and eight-tenths cents (\$0.958) in 2003; and

if applicable, the STEP ONE or STEP TWO result.

**(c) This subsection applies to calendar years beginning after December 31, 2004. A school corporation's target general fund property tax rate for purposes of IC 6-1.1-19-1.5 is the result determined under STEP FOUR of the following formula:**

**STEP ONE: Determine the product of:**

- (A) four thousand five hundred dollars (\$4,500); multiplied by  
(B) the school corporation's current adjusted ADM.

**STEP TWO: This STEP applies only if the amount determined in STEP EIGHT of the formula in section 6.7(f) of this chapter minus the STEP ONE result is greater than zero (0). Determine the result under clause (E) of the following formula:**

- (A) Divide the school corporation's assessed valuation by the school corporation's current ADM.  
(B) Divide the clause (A) result by ten thousand (10,000).  
(C) Determine the greater of the following:  
(i) The clause (B) result.  
(ii) Forty-three dollars and sixty-five cents (\$43.65).  
(D) Determine the result determined under item (ii) of the following formula:  
(i) Subtract the STEP ONE result from the amount determined in STEP EIGHT of the formula in section 6.7(f) of this chapter.  
(ii) Divide the item (i) result by the school corporation's current ADM.  
(E) Divide the clause (D) result by the clause (C) result.  
(F) Divide the clause (E) result by one hundred (100).

**STEP THREE: This STEP applies only if the amount determined in STEP EIGHT of the formula in section 6.7(f) of this chapter is equal to the STEP ONE result and the result of clause (A) is greater than zero (0). Determine the result under clause (G) of the following formula:**

- (A) Add the following:  
(i) An amount equal to the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years.  
(ii) The part of the maximum general fund levy for the year that equals the original amount of the levy imposed by the school corporation to cover the costs of opening a new school facility during the preceding year.  
(B) Divide the clause (A) result by the school corporation's current ADM.  
(C) Divide the school corporation's assessed valuation by the school corporation's current ADM.  
(D) Divide the clause (C) result by ten thousand (10,000).  
(E) Determine the greater of the following:

1 (i) The clause (D) result.

2 (ii) Forty-three dollars and sixty-five cents (\$43.65) in 2005.

3 (F) Divide the clause (B) result by the clause (E) amount.

4 (G) Divide the clause (F) result by one hundred (100).

5 **STEP FOUR: Determine the sum of fifty-four and two-tenths cents (\$0.542) and, if**

6 **applicable, the STEP TWO or STEP THREE result.**

7 **SECTION 92. IC 21-3-1.7-8.2 IS ADDED TO THE INDIANA CODE AS A NEW**

8 **SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:**

9 **Sec. 8.2. (a) Except as otherwise indicated, "school corporation" includes a charter school.**

10 **(b) As used in this section, "transfer amount" means the product of:**

11 **(1) a school corporation's assessed valuation for calendar year 2002 divided by one**

12 **hundred (100); multiplied by**

13 **(2) the lesser of:**

14 **(A) three hundred twenty-eight ten-thousandths (0.0328); or**

15 **(B) the school corporation's capital projects fund tax rate for calendar year 2002**

16 **multiplied by five-tenths (0.5).**

17 **(c) This subsection applies to calendar years ending before January 1, 2004.**

18 **Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter, the state distribution**

19 **for a calendar year for tuition support for basic programs for each school corporation**

20 **equals the result determined using the following formula:**

21 **STEP ONE:**

22 **(A) For a school corporation not described in clause (B), determine the school**

23 **corporation's result under STEP FIVE of section 6.7(e) of this chapter for the**

24 **calendar year.**

25 **(B) For a school corporation that has target revenue per adjusted ADM for a**

26 **calendar year that is equal to the amount under STEP ONE (A) of section 6.7(e)**

27 **of this chapter, determine the sum of:**

28 **(i) the school corporation's result under STEP ONE of section 6.7(e) of this**

29 **chapter for the calendar year; plus**

30 **(ii) the amount of the annual decrease in federal aid to impacted areas from**

31 **the year preceding the ensuing calendar year by three (3) years to the year**

32 **preceding the ensuing calendar year by two (2) years; plus**

33 **(iii) the part of the maximum general fund levy for the year that equals the**

34 **original amount of the levy imposed by the school corporation to cover the**

35 **costs of opening a new school facility during the preceding year.**

36 **STEP TWO: For a school corporation that is not a charter school, determine the sum**

37 **of:**

38 **(A) the school corporation's tuition support levy;**

39 **(B) the school corporation's excise tax revenue for the year that precedes the**

40 **current year by one (1) year;**

41 **(C) for the last six (6) months of calendar year 2002, the school corporation's**

42 **transfer amount; plus**

43 **(D) for the first six (6) months of calendar year 2003, the school corporation's**

44 **transfer amount.**

45 **The amount determined under this STEP for a charter school is zero (0).**

46 **STEP THREE: Determine the difference between:**

47 **(A) the STEP ONE amount; minus**

48 **(B) the applicable STEP TWO amount.**

(d) This subsection applies to calendar years beginning after December 31, 2003. Notwithstanding IC 21-3-1.6 and subject to section 9 of this chapter, the state distribution for a calendar year for tuition support for basic programs for each school corporation equals the result determined using the following formula:

**STEP ONE:**

(A) For a school corporation not described in clause (B), determine the school corporation's result under STEP FIVE of section 6.7(f) of this chapter for the calendar year.

(B) For a school corporation that has target revenue per adjusted ADM for a calendar year that is equal to the amount under STEP ONE (A) of section 6.7(f) of this chapter, determine the sum of:

(i) the school corporation's result under STEP ONE of section 6.7(f) of this chapter for the calendar year; plus

(ii) the amount of the annual decrease in federal aid to impacted areas from the year preceding the ensuing calendar year by three (3) years to the year preceding the ensuing calendar year by two (2) years; plus

(iii) the part of the maximum general fund levy for the year that equals the original amount of the levy imposed by the school corporation to cover the costs of opening a new school facility during the preceding year.

**STEP TWO:** This STEP applies to a school corporation that is not a charter school. Determine the sum of:

(A) the school corporation's tuition support levy; plus

(B) the school corporation's excise tax revenue for the year that precedes the current year by one (1) years.

**STEP THREE:** This STEP applies to a school corporation that is a charter school. Determine the product of:

(A) the amount determined under STEP EIGHT of section 6.7(f) of this chapter for the charter school; multiplied by

(B) thirty-five hundredths (0.35).

**STEP FOUR:** Determine the difference between:

(A) the STEP ONE amount; minus

(B) the STEP TWO or STEP THREE amount, as applicable.

(e) If the state tuition support determined for a school corporation under this section is negative, the school corporation is not entitled to any state tuition support. In addition, the school corporation's maximum general fund levy under IC 6-1.1-19-1.5 shall be reduced by the amount of the negative result.

SECTION 93. 90. IC 21-3-1.7-9, AS AMENDED BY P.L.178-2002, SECTION 96, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 9. (a) Subject to the amount appropriated by the general assembly for tuition support, the amount that a school corporation is entitled to receive in tuition support for a year is the amount determined in section 8 8.2 of this chapter.

(b) If the total amount to be distributed as tuition support under this chapter, for enrollment adjustment grants under section 9.5 of this chapter, for at-risk programs under section 9.7 of this chapter, for academic honors diploma awards under section 9.8 of this chapter, for primetime distributions under IC 21-1-30, for special education grants under IC 21-3-2.1, and for vocational education grants under IC 21-3-12 for a particular year, exceeds:

(1) three billion ~~three five~~ hundred sixty-three ~~sixty-one~~ million four hundred thousand dollars (~~\$3,363,400,000~~) (\$3,561,000,000) in 2001; 2003;

1 (2) three billion ~~four~~ **six** hundred ~~thirty-seven~~ **forty-six** million ~~one~~ **one** hundred thousand  
2 dollars (~~\$3,437,100,000~~) (**\$3,646,100,000**) in ~~2002;~~ **2004**; and

3 (3) three billion ~~five~~ **six** hundred ~~thirty-six~~ **seventy-nine** million ~~five~~ **hundred** thousand  
4 dollars (~~\$3,536,500,000~~) (**\$3,679,000,000**) in ~~2003;~~ **2005**;

5 the amount to be distributed for tuition support under this chapter to each school corporation  
6 during each of the last six (6) months of the year shall be reduced by the same dollar amount per  
7 ADM (as adjusted by IC 21-3-1.6-1.1) so that the total reductions equal the amount of the excess.

8 SECTION 94. IC 21-3-1.7-9.5, AS AMENDED BY P.L.93-2000, SECTION 4, IS  
9 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:  
10 Sec. 9.5. (a) **As used in this section, "school corporation" includes:**

11 (1) **a conversion charter school; and**

12 (2) **beginning in the second calendar year after the calendar year in which a**  
13 **nonconversion charter school begins its initial operation, a nonconversion charter**  
14 **school.**

15 (b) In addition to the distribution under sections ~~8;~~ **8.2**, 9.7, and 9.8 of this chapter, a school  
16 corporation is eligible for an enrollment adjustment grant if the school corporation's:

17 (1) current ADM minus the school corporation's previous year ADM is at least two  
18 hundred fifty (250); or

19 (2) current ADM divided by the school corporation's previous year ADM is at least one and  
20 five-hundredths (1.05).

21 ~~(b)~~ (c) The amount of the enrollment adjustment grant is the amount determined in STEP  
22 THREE of the following formula:

23 STEP ONE: Determine the school corporation's target revenue per ADM divided by three  
24 (3).

25 STEP TWO: Determine the result of the school corporation's current ADM minus the  
26 school corporation's previous year ADM.

27 STEP THREE: Multiply the STEP ONE result by the STEP TWO result.

28 ~~(c)~~ (d) Notwithstanding any other provision, for purposes of computing the amount of a grant  
29 under this section, "ADM" does not include an eligible pupil who is described in  
30 IC 21-3-1.6-1.2(a).

31 SECTION 95. IC 21-3-1.7-9.7, AS AMENDED BY P.L.291-2001, SECTION 97, IS  
32 AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:  
33 Sec. 9.7. (a) **As used in this section, "school corporation" includes a charter school.**

34 (b) In addition to the distributions under sections ~~8;~~ **8.2**, 9.5, and 9.8 of this chapter for 1997  
35 and thereafter, a school corporation is eligible for an amount for at-risk programs in the amount  
36 determined in STEP SIX of the following formula:

37 STEP ONE: Determine the greater of the following:

38 (A) The result determined under item (ii) of the following formula:

39 (i) Determine the result of the school corporation's at-risk index minus two-tenths  
40 (0.2).

41 (ii) Multiply the item (i) result by seven-hundredths (0.07).

42 (B) Zero (0).

43 STEP TWO: Determine the greater of the following:

44 (A) The result determined under item (ii) of the following formula:

45 (i) Determine the result of the school corporation's at-risk index minus  
46 fifteen-hundredths (0.15).

47 (ii) Multiply the item (i) result by eighteen-hundredths (0.18).

48 (B) Zero (0).

STEP THREE: Determine the result under clause (B) of the following formula:

(A) Determine the lesser of:

- (i) the school corporation's at-risk index; or
- (ii) fifteen-hundredths (0.15).

(B) Multiply the clause (A) result by one hundredth (0.01).

STEP FOUR: Add the STEP ONE result, the STEP TWO result, and the STEP THREE result.

STEP FIVE: Multiply the STEP FOUR sum by the school corporation's current ADM. Round the result to the nearest one-hundredth (0.01).

STEP SIX: Multiply the STEP FIVE product by ~~three thousand five hundred ninety-two dollars (\$3,592) in 2002 and~~ three thousand six hundred sixty-four dollars (\$3,664) in 2003 **and zero dollars (\$0) in calendar years beginning after December 31, 2003.**

SECTION 96. IC 21-3-1.7-9.8, AS AMENDED BY P.L.291-2001, SECTION 98, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: Sec. 9.8. (a) **As used in this section, "school corporation" includes a charter school.**

(b) In addition to the distributions under sections 8; **8.2**, 9.5, and 9.7 of this chapter, a school corporation is eligible for an honors diploma award in the amount determined under STEP TWO of the following formula:

STEP ONE: Determine the number of the school corporation's eligible pupils who successfully completed an academic honors diploma program in the school year ending in the previous calendar year.

STEP TWO: Multiply the STEP ONE amount by:

- (1) nine hundred forty-four dollars (\$944) in 2002; and
- (2) nine hundred sixty-three dollars (\$963) in 2003.

~~(b)~~ (c) Each year the governing body of a school corporation may use the money that the school corporation receives for an honors diploma award under this section to give nine hundred forty-four dollars (\$944) in 2002 and nine hundred sixty-three dollars (\$963) in 2003 to each eligible pupil in the school corporation who successfully completes an academic honors diploma program in the school year ending in the previous calendar year.

SECTION 97. IC 21-3-1.7-10, AS AMENDED BY P.L.291-2001, SECTION 99, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 10. This chapter expires January 1, ~~2004~~. **2006.**

SECTION 98. IC 21-3-2.1-7, AS ADDED BY P.L.111-2002, SECTION 9 AND P.L.178-2002, SECTION 97, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 7. The amount of the grant that a school corporation is entitled to receive for special education programs is equal to:

(1) the nonduplicated count of pupils in programs for severe disabilities multiplied by ~~(A) eight thousand forty-five dollars (\$8,045) in 2002; and (B) eight thousand two hundred forty-six dollars (\$8,246); in 2003;~~ plus

(2) the nonduplicated count of pupils in programs of mild and moderate disabilities multiplied by ~~(A) two thousand one hundred eighty-three dollars (\$2,183) in 2002; and (B) two thousand two hundred thirty-eight dollars (\$2,238); in 2003;~~ plus

(3) the duplicated count of pupils in programs for communication disorders multiplied by ~~(A) five hundred eighteen dollars (\$518) in 2002; and (B) five hundred thirty-one dollars (\$531); in 2003;~~ plus

(4) the cumulative count of pupils in homebound programs multiplied by ~~(A) five hundred eighteen dollars (\$518) in 2002; and (B) five hundred thirty-one dollars (\$531). in 2003.~~

SECTION 99. IC 21-3-2.1-10, AS ADDED BY P.L.111-2002, SECTION 9 AND



P.L.178-2002, SECTION 97, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 10. This chapter expires January 1, ~~2004~~ 2006.

SECTION 100. IC 21-3-3.1-0.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:

**Sec. 0.5. As used in this chapter, "school corporation" does not include a charter school.**

SECTION 101. IC 21-3-12-1.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]:

**Sec. 1.5. As used in this chapter, "school corporation" includes a charter school.**

SECTION 102. IC 21-3-12-12, AS AMENDED BY P.L.291-2001, SECTION 107, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 12. This chapter expires January 1, ~~2004~~ 2006.

SECTION 103. IC 21-6.1-2-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 8. (a) It is the intent of the 1995 session of the general assembly that the state create a program to stabilize the state's general fund teacher pension expenditures as a percentage of the general fund budget.

(b) The pension stabilization fund is established. The pension stabilization fund shall be a part of the pre-1996 account, and shall be administered by the board of trustees of TRF in accordance with the powers and duties granted to the board of trustees in IC 21-6.1-3-6, IC 21-6.1-3-7, and IC 21-6.1-3-9 through IC 21-6.1-3-15.

(c) Amounts allocated to the pension stabilization fund under IC 4-30-16-3, a portion of employer reserve balance (as determined by the budget director so that the employer reserve is sufficient for the cash flow needs), and other amounts appropriated to the pension stabilization fund by the general assembly shall be deposited in the pension stabilization fund.

(d) ~~Expenditures from the fund may not be made until state fiscal year 2006. After June 30, 2003, and before July 1, 2004, the board of trustees of TRF shall use an amount not to exceed one hundred ninety million dollars (\$190,000,000) from the pension stabilization fund to pay the pre-1996 Indiana state teachers' retirement fund's pension liabilities for state fiscal year 2004. After June 30, 2004, and before July 1, 2005, the board of trustees of TRF shall use an amount not to exceed one hundred ninety million dollars (\$190,000,000) from the pension stabilization fund to pay the pre-1996 Indiana state teachers' retirement fund's pension liabilities for state fiscal year 2005.~~ After state fiscal year ~~2006~~, 2005, payments from the fund will equal the pre-1996 Indiana state teachers' retirement fund pension liabilities for the current fiscal year minus the prior year's state general fund payments for the pre-1996 Indiana state teachers' retirement fund times the pension stabilization percentage. **(In state fiscal year 2006, the prior year's state general fund payments for the pre-1996 Indiana state teachers' retirement fund shall be treated as including the amount used under this section in the prior state fiscal year to pay pre-1996 Indiana state teachers' retirement fund's pension liabilities.)** The pension stabilization percentage shall be set at one hundred six percent (106%). The budget agency, after review by the state budget committee and with the approval of the governor, may change the pension stabilization percentage such that the present value of future payments from the fund equal the fund's balance plus the present value of future receipts to the fund, but the payments may not allow the fund balance to be negative.

(e) Money in the pension stabilization fund at the end of a state fiscal year does not revert to the state general fund.

SECTION 104. IC 23-13-18-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 8. It shall be the duty of the said trustees, and they are hereby authorized and required as soon as may be, to:

(1) erect, purchase or hire, as they may deem most expedient, for carrying the said

1 university into effect, suitable buildings for the said university;  
2 (2) make ordinances for the government and discipline thereof;  
3 (3) establish plans of education, which plans shall embrace each and every of the  
4 languages, sciences and branches of learning directed to be taught in the said university;  
5 (4) regulate the admission of students and pupils into the same;  
6 (5) elect and appoint persons of suitable learning and talents to be president and professors  
7 of the said university and agree with them for their salaries and emoluments;  
8 (6) visit and inspect the said university;  
9 (7) examine into the state of education and discipline therein;  
10 (8) make a yearly report thereof to the legislature;  
11 **(9) prescribe the fees, tuition, and charges necessary or convenient for the furthering**  
12 **of the purposes of the institution and to collect the prescribed fees, tuition, and**  
13 **charges; however, all decisions to increase fees, tuition, and charges or to establish**  
14 **new fees, tuition, or charges must be adopted and published in the minutes of the**  
15 **trustees not later than December 31 immediately preceding the beginning of the state**  
16 **fiscal year in which the fees, tuition, or charges will take effect; and**  
17 (9) generally to do all lawful matters and things whatsoever, necessary for the maintaining  
18 and supporting the institution and for the more extensive communication of useful  
19 knowledge.

20 SECTION 105. IC 25-1-6-3, AS AMENDED BY P.L.162-2002, SECTION 3, IS  
21 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 3. (a) There is  
22 established the Indiana professional licensing agency. The licensing agency shall perform all  
23 administrative functions, duties, and responsibilities assigned by law or rule to the executive  
24 director, secretary, or other statutory administrator of the following:

- 25 (1) Indiana board of accountancy (IC 25-2.1-2-1).  
26 (2) Board of registration for architects and landscape architects (IC 25-4-1-2).  
27 (3) Indiana auctioneer commission (IC 25-6.1-2-1).  
28 (4) State board of barber examiners (IC 25-7-5-1).  
29 (5) State boxing commission (IC 25-9-1).  
30 (6) State board of cosmetology examiners (IC 25-8-3-1).  
31 (7) State board of funeral and cemetery service (IC 25-15-9).  
32 (8) State board of registration for professional engineers (IC 25-31-1-3).  
33 (9) Indiana plumbing commission (IC 25-28.5-1-3).  
34 (10) Indiana real estate commission (IC 25-34.1).  
35 (11) Real estate appraiser licensure and certification board (IC 25-34.1-8-1).  
36 (12) Private detectives licensing board (IC 25-30-1-5.1).  
37 (13) State board of registration for land surveyors (IC 25-21.5-2-1).  
38 (14) Manufactured home installer licensing board (IC 25-23.7).  
39 **(15) Board of chiropractic examiners (IC 25-10-1).**  
40 **(16) State board of dentistry (IC 25-14-1).**  
41 **(17) Indiana state board of health facility administrators (IC 25-19-1).**  
42 **(18) Medical licensing board of Indiana (IC 25-22.5-2).**  
43 **(19) Indiana state board of nursing (IC 25-23-1).**  
44 **(20) Indiana optometry board (IC 25-24).**  
45 **(21) Indiana board of pharmacy (IC 25-26).**  
46 **(22) Board of podiatric medicine (IC 25-29-2-1).**  
47 **(23) Board of environmental health specialists (IC 25-32-1).**  
48 **(24) Speech-language pathology and audiology board (IC 25-35.6-2).**

- (25) State psychology board (IC 25-33).
- (26) Indiana board of veterinary medical examiners (IC 15-5-1.1).
- (27) Controlled substances advisory committee (IC 35-48-2-1).
- (28) Committee of hearing aid dealer examiners (IC 25-20).
- (29) Indiana physical therapy committee (IC 25-27).
- (30) Respiratory care committee (IC 25-34.5).
- (31) Occupational therapy committee (IC 25-23.5).
- (32) Social worker, marriage and family therapist, and mental health counselor board (IC 25-23.6).
- (33) Physician assistant committee (IC 25-27.5).
- (34) Indiana athletic trainers board (IC 25-5.1-2-1).
- (35) Indiana dietitians certification board (IC 25-14.5-2-1).
- (36) Indiana hypnotist committee (IC 25-20.5-1-7).

(b) Except for appeals of denials of license renewals to the executive director authorized by section 5.5 of this chapter, nothing in this chapter may be construed to give the licensing agency policy making authority, which remains with each board.

SECTION 106. IC 25-1-6-4 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 4. (a) The licensing agency shall employ necessary staff, including specialists and professionals, to carry out the administrative duties and functions of the boards, including but not limited to:

- (1) notice of board meetings and other communication services;
- (2) recordkeeping of board meetings, proceedings, and actions;
- (3) recordkeeping of all persons or individuals licensed, regulated, or certified by a board;
- (4) administration of examinations; and
- (5) administration of license or certificate issuance or renewal.

(b) In addition, the licensing agency:

- (1) shall prepare a consolidated statement of the budget requests of all the boards in section 3 of this chapter;
- (2) may coordinate licensing or certification renewal cycles, examination schedules, or other routine activities to efficiently utilize licensing agency staff, facilities, and transportation resources, and to improve accessibility of board functions to the public; and
- (3) may consolidate, where feasible, office space, recordkeeping, and data processing services.
- (4) shall, upon written request, furnish at cost to any person a list of the names and addresses of persons holding a license or permit issued by one (1) of the boards listed in section 3 of this chapter.

(c) In administering the renewal of licenses or certificates under this chapter, the licensing agency shall issue a sixty (60) day notice of expiration to all holders of a license or certificate. The notice shall be accompanied by appropriate renewal forms. **If this notice of expiration is not sent by the licensing agency, the holder of the license or certificate is not subject to a sanction for failure to renew if, once notice is received from the licensing agency, the license or certificate is renewed within forty-five (45) days after receipt of the notice.**

(d) **In administering an examination for licensure or certification, the licensing agency shall make the appropriate application forms available at least thirty (30) days before the deadline for submitting an application to all persons wishing to take the examination.**

(e) The licensing agency may require an applicant for license renewal to submit evidence proving that:

- (1) the applicant continues to meet the minimum requirements for licensure; and

1           (2) the applicant is not in violation of:  
2               (A) the statute regulating the applicant's profession; or  
3               (B) rules adopted by the board regulating the applicant's profession.  
4           (f) The licensing agency shall process an application for renewal of a license or  
5 certificate:  
6               (1) not later than ten (10) days after the licensing agency receives all required forms  
7               and evidence; or  
8               (2) within twenty-four (24) hours after the time an applicant for renewal appears in  
9               person at the licensing agency with all required forms and evidence.  
10          This subsection does not require the licensing agency to issue a renewal license or certificate  
11          to an applicant if subsection (g) applies.  
12          (g) The licensing agency may delay issuing a license renewal for up to ninety (90) days  
13          after the renewal date to permit the board to investigate information received by the  
14          licensing agency that the applicant for renewal may have committed an act for which the  
15          applicant may be disciplined. If the licensing agency delays issuing a license renewal, the  
16          licensing agency shall notify the applicant that the applicant is being investigated. Except  
17          as provided in subsection (h), before the end of the ninety (90) day period, the board shall  
18          do one (1) of the following:  
19               (1) Deny the license renewal following a personal appearance by the applicant before  
20               the board.  
21               (2) Issue the license renewal upon satisfaction of all other conditions for renewal.  
22               (3) Issue the license renewal and file a complaint under IC 25-1-7.  
23               (4) Request the office of the attorney general to conduct an investigation under  
24               subsection (i) if, following a personal appearance by the applicant before the board,  
25               the board has good cause to believe that there has been a violation of IC 25-1-9-4 by  
26               the applicant.  
27               (5) Upon agreement of the applicant and the board and following a personal  
28               appearance by the applicant before the board, renew the license and place the  
29               applicant on probation status under IC 25-1-9-9.  
30          (h) If an individual fails to appear before the board under subsection (g), the board  
31          may take action on the applicant's license allowed under subsection (g)(1), (g)(2), or (g)(3).  
32          (i) If the board makes a request under subsection (g)(4), the office of the attorney  
33          general shall conduct an investigation. Upon completion of the investigation, the office of  
34          the attorney general may file a petition alleging that the applicant has engaged in activity  
35          described in IC 25-1-9-4. If the office of the attorney general files a petition, the board shall  
36          set the matter for a hearing. If, after the hearing, the board finds the practitioner violated  
37          IC 25-1-9-4, the board may impose sanctions under IC 25-1-9-9. The board may delay  
38          issuing the renewal beyond the ninety (90) days after the renewal date until a final  
39          determination is made by the board. The applicant's license remains valid until the final  
40          determination of the board is rendered unless the renewal is denied or the license is  
41          summarily suspended under IC 25-1-9-10.  
42          (j) The license of an applicant for a license renewal remains valid during the ninety (90)  
43          day period unless the license renewal is denied following a personal appearance by the  
44          applicant before the board before the end of the ninety (90) day period. If the ninety (90)  
45          day period expires without action by the board, the license shall be automatically renewed  
46          at the end of the ninety (90) day period.  
47          (k) Notwithstanding any other statute, the licensing agency may stagger license or  
48          certificate renewal cycles. However, if a renewal cycle for a specific board or committee is

1 changed, the licensing agency must obtain the approval of the affected board or committee.

2 (l) An application for a license, certificate, registration, or permit is abandoned without  
3 an action of the board if the applicant does not complete the requirements to complete the  
4 application within one (1) year after the date on which the application was filed. However,  
5 the board may, for good cause shown, extend the validity of the application for additional  
6 thirty (30) day periods. An application submitted after the abandonment of an application  
7 is considered a new application.

8 SECTION 107. IC 25-1-6-5 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
9 1, 2003]: Sec. 5. (a) The licensing agency shall be administered by an executive director  
10 appointed by the governor who shall serve at the will and pleasure of the governor.

11 (b) The executive director must be qualified by experience and training.

12 (c) The term "executive director" or "secretary", or any other statutory term for the  
13 administrative officer of a board listed in section 3 of this chapter, means the executive director  
14 of the licensing agency or his designee.

15 (d) The executive director is the chief fiscal officer of the licensing agency and is responsible  
16 for hiring of all staff and for procurement of all services and supplies in accordance with IC 5-22.  
17 The executive director and the employees of the licensing agency are subject to IC 4-15-1.8 but  
18 are not under IC 4-15-2. The executive director may appoint no more than three (3) deputy  
19 directors, who must be qualified to work for the boards which are served by the licensing agency.

20 (e) The executive director shall execute a bond payable to the state, with surety to consist  
21 of a surety or guaranty corporation qualified to do business in Indiana, in an amount fixed by the  
22 state board of accounts, conditioned upon the faithful performance of duties and the accounting  
23 for all money and property that come into the executive director's hands or under the executive  
24 director's control. The executive director may likewise cause any employee of the licensing  
25 agency to execute a bond if that employee receives, disburses, or in any way handles funds or  
26 property of the licensing agency. The costs of any such bonds shall be paid from funds available  
27 to the licensing agency.

28 (f) The executive director may present to the general assembly legislative recommendations  
29 regarding operations of the licensing agency and the boards it serves, including adoption of four  
30 (4) year license or certificate renewal cycles wherever feasible.

31 (g) **The executive director may execute orders, subpoenas, continuances, and other legal**  
32 **documents on behalf of a board or committee when requested to do so by the board or**  
33 **committee.**

34 (h) **The executive director or the executive director's designee may, upon request of a**  
35 **board or committee, provide advice and technical assistance on issues that may be**  
36 **presented to the boards or committees.**

37 SECTION 108. IC 25-1-6-6 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
38 1, 2003]: Sec. 6. (a) The executive director ~~shall~~ **may** designate certain employees of the  
39 licensing agency to represent the executive director of the licensing agency at board meetings,  
40 proceedings, or any other activities of a board.

41 (b) The executive director shall assign staff to individual boards and shall work with the  
42 boards to ensure efficient utilization and placement of staff.

43 SECTION 109. IC 25-1-6-7.5 IS ADDED TO THE INDIANA CODE AS A NEW  
44 SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: **Sec. 7.5. If a board or**  
45 **committee requires an applicant for a certificate or license to submit a certified copy of a**  
46 **diploma showing that the applicant graduated from a school or program as a condition for**  
47 **certification or licensure, the applicant may satisfy this requirement by submitting another**  
48 **certified document that shows that the applicant graduated from or received the required**

1 **diploma from the applicable school or program.**

2 SECTION 110. IC 25-1-6-8 IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY  
3 1, 2003]: Sec. 8. (a) The **bureau licensing agency** and the boards may allow the department of  
4 state revenue access to the name of each person who:

5 (1) is licensed under this chapter; or

6 (2) has applied for a license under this chapter.

7 (b) If the department of state revenue notifies the **bureau licensing agency** that a person is  
8 on the most recent tax warrant list, the **bureau licensing agency** may not issue or renew the  
9 person's license until:

10 (1) the person provides to the **bureau licensing agency** a statement from the department of  
11 revenue that the person's delinquent tax liability has been satisfied; or

12 (2) the **bureau licensing agency** receives a notice from the commissioner of the department  
13 of state revenue under IC 6-8.1-8-2(k).

14 SECTION 111. IC 25-1-6-10 IS ADDED TO THE INDIANA CODE AS A NEW SECTION  
15 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 10. (a) As used in this section,  
16 "provider" means an individual licensed, certified, registered, or permitted by any of the  
17 following:

18 (1) Board of chiropractic examiners (IC 25-10-1).

19 (2) State board of dentistry (IC 25-14-1).

20 (3) Indiana state board of health facility administrators (IC 25-19-1).

21 (4) Medical licensing board of Indiana (IC 25-22.5-2).

22 (5) Indiana state board of nursing (IC 25-23-1).

23 (6) Indiana optometry board (IC 25-24).

24 (7) Indiana board of pharmacy (IC 25-26).

25 (8) Board of podiatric medicine (IC 25-29-2-1).

26 (9) Board of environmental health specialists (IC 25-32-1).

27 (10) Speech-language pathology and audiology board (IC 25-35.6-2).

28 (11) State psychology board (IC 25-33).

29 (12) Indiana board of veterinary medical examiners (IC 15-5-1.1).

30 (13) Indiana physical therapy committee (IC 25-27).

31 (14) Respiratory care committee (IC 25-34.5).

32 (15) Occupational therapy committee (IC 25-23.5).

33 (16) Social worker, marriage and family therapist, and mental health counselor board  
34 (IC 25-23.6).

35 (17) Physician assistant committee (IC 25-27.5).

36 (18) Indiana athletic trainers board (IC 25-5.1-2-1).

37 (19) Indiana dietitians certification board (IC 25-14.5-2-1).

38 (20) Indiana hypnotist committee (IC 25-20.5-1-7).

39 (b) The licensing agency shall create and maintain a provider profile for each provider  
40 licensed, certified, registered, or permitted by an entity listed in subsection (a).

41 (c) A provider profile must contain the following information:

42 (1) The provider's name.

43 (2) The provider's license, certification, registration, or permit number.

44 (3) The provider's license, certification, registration, or permit type.

45 (4) The date the provider's license, certification, registration, or permit was issued.

46 (5) The date the provider's license, certification, registration, or permit expires.

47 (6) The current status of the provider's license, certification, registration, or permit.

48 (7) The provider's city and state of record.

1 (8) A statement of any disciplinary action taken against the provider within the  
2 previous ten (10) years by a board or committee described in subsection (a).

3 (d) The licensing agency shall make provider profiles available to the public.

4 (e) The computer gateway administered by the intelenet commission under IC 5-21-2  
5 and known as accessIndiana shall make the information described in subsection (c)(1),  
6 (c)(2), (c)(3), (c)(6), (c)(7), and (c)(8) generally available to the public on the Internet.

7 (f) The licensing agency may adopt rules under IC 4-22-2 to implement this section.

8 SECTION 112. IC 25-1-7-5, AS AMENDED BY P.L.14-2000, SECTION 55, IS  
9 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 5. (a) Subsection  
10 (b)(1) does not apply to:

11 (1) a complaint filed by

12 ~~(A) a member of any of the boards listed in section 1 of this chapter; or~~

13 ~~(B) the health professions bureau; or~~

14 (2) a complaint filed under ~~IC 25-1-5-4~~. **IC 25-1-6-4.**

15 (b) The director has the following duties and powers:

16 (1) He shall make an initial determination as to the merit of each complaint. A copy of a  
17 complaint having merit shall be submitted to the board having jurisdiction over the  
18 licensee's regulated occupation, that board thereby acquiring jurisdiction over the matter  
19 except as otherwise provided in this chapter.

20 (2) He shall through any reasonable means notify the licensee of the nature and  
21 ramifications of the complaint and of the duty of the board to attempt to resolve the  
22 complaint through negotiation.

23 (3) He shall report any pertinent information regarding the status of the complaint to the  
24 complainant.

25 (4) He may investigate any written complaint against a licensee. The investigation shall be  
26 limited to those areas in which there appears to be a violation of statutes governing the  
27 regulated occupation.

28 (5) He has the power to subpoena witnesses and to send for and compel the production of  
29 books, records, papers, and documents for the furtherance of any investigation under this  
30 chapter. The circuit or superior court located in the county where the subpoena is to be  
31 issued shall enforce any such subpoena by the director.

32 SECTION 113. IC 25-1-7-6, AS AMENDED BY P.L.22-1999, SECTION 3, IS AMENDED  
33 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6. (a) This section does not apply  
34 to:

35 (1) a complaint filed by

36 ~~(A) a member of any of the boards listed in section 1 of this chapter; or~~

37 ~~(B) the health professions bureau; or~~

38 (2) a complaint filed under ~~IC 25-1-5-4~~. **IC 25-1-6-4.**

39 (b) If, at any time before the director files his recommendations with the attorney general,  
40 the board files with the director a statement signed by the licensee and the complainant that the  
41 complaint has been resolved, the director shall not take further action. For a period of thirty (30)  
42 days after the director has notified the board and the licensee that a complaint has been filed, the  
43 division shall not conduct any investigation or take any action whatsoever, unless requested by  
44 the board. If, during the thirty (30) days, the board requests an extension of the thirty (30) day  
45 time period, the director shall grant it for a period not exceeding an additional twenty (20) days.  
46 If at any time during the thirty (30) day period or an extension thereof, the board notifies the  
47 director of its intention not to proceed further to resolve the complaint, the division may proceed  
48 immediately under this chapter. For every purpose of this section, a board may designate a board

1 member or staff member to act on behalf of or in the name of the board.

2 SECTION 114. IC 25-1-8-6, AS ADDED BY P.L.269-2001, SECTION 5, IS AMENDED  
3 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6. (a) As used in this section,  
4 "board" has the meaning set forth in IC 25-1-4-0.3.

5 (b) This section does not apply to a license, certificate, or registration that has been revoked  
6 or suspended.

7 (c) Notwithstanding any other law regarding the reinstatement of a delinquent or lapsed  
8 license, certificate, or registration, the holder of a license, certificate, or registration that was  
9 issued by the board that is three (3) years or less delinquent must be reinstated upon meeting the  
10 following requirements:

11 (1) Submission of the holder's completed renewal application.

12 (2) Payment of the current renewal fee established by the board under section 2 of this  
13 chapter.

14 (3) Payment of a reinstatement fee established by the ~~health professions bureau~~ **licensing**  
15 **agency**.

16 (4) If a law requires the holder to complete continuing education as a condition of renewal,  
17 the holder shall provide the board with a sworn statement, signed by the holder, that the  
18 holder has fulfilled the continuing education requirements required by the board for the  
19 current renewal period.

20 (d) Notwithstanding any other law regarding the reinstatement of a delinquent or lapsed  
21 license, certificate, or registration, unless a statute specifically does not allow a license,  
22 certificate, or registration to be reinstated if it has lapsed for more than three (3) years, the holder  
23 of a license, certificate, or registration that was issued by the board that is more than three (3)  
24 years delinquent must be reinstated upon meeting the following requirements:

25 (1) Submission of the holder's completed renewal application.

26 (2) Payment of the current renewal fee established by the board under section 2 of this  
27 chapter.

28 (3) Payment of a reinstatement fee equal to the current initial application fee.

29 (4) If a law requires the holder to complete continuing education as a condition of renewal,  
30 the holder shall provide the board with a sworn statement, signed by the holder, that the  
31 holder has fulfilled the continuing education requirements required by the board for the  
32 current renewal period.

33 (5) Complete such remediation and additional training as deemed appropriate by the board  
34 given the lapse of time involved.

35 (6) Any other requirement that is provided for in statute or rule that is not related to fees.

36 SECTION 115. IC 25-1-9-6.9, AS ADDED BY P.L.211-2001, SECTION 2, IS AMENDED  
37 TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 6.9. In addition to the actions  
38 listed under section 4 of this chapter that subject a practitioner to disciplinary sanctions, a  
39 practitioner is subject to the exercise of disciplinary sanctions under section 9 of this chapter if,  
40 after a hearing, the board finds that the practitioner has:

41 (1) failed to provide information requested by the ~~bureau~~ **licensing agency**; or

42 (2) knowingly provided false information to the ~~bureau~~ **licensing agency**;

43 for a provider profile required under ~~IC 25-1-5-10~~ **IC 25-1-6-10**.

44 SECTION 116. IC 25-1-9-9, AS AMENDED BY P.L.211-2001, SECTION 3, IS  
45 AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 9. (a) The board may  
46 impose any of the following sanctions, singly or in combination, if it finds that a practitioner is  
47 subject to disciplinary sanctions under section 4, 5, 6, 6.7, or 6.9 of this chapter or ~~IC 25-1-5-4~~  
48 **IC 25-1-6-4**:



- (1) Permanently revoke a practitioner's license.
- (2) Suspend a practitioner's license.
- (3) Censure a practitioner.
- (4) Issue a letter of reprimand.
- (5) Place a practitioner on probation status and require the practitioner to:
  - (A) report regularly to the board upon the matters that are the basis of probation;
  - (B) limit practice to those areas prescribed by the board;
  - (C) continue or renew professional education under a preceptor, or as otherwise directed or approved by the board, until a satisfactory degree of skill has been attained in those areas that are the basis of the probation; or
  - (D) perform or refrain from performing any acts, including community restitution or service without compensation, that the board considers appropriate to the public interest or to the rehabilitation or treatment of the practitioner.
- (6) Assess a fine against the practitioner in an amount not to exceed one thousand dollars (\$1,000) for each violation listed in section 4 of this chapter, except for a finding of incompetency due to a physical or mental disability. When imposing a fine, the board shall consider a practitioner's ability to pay the amount assessed. If the practitioner fails to pay the fine within the time specified by the board, the board may suspend the practitioner's license without additional proceedings. However, a suspension may not be imposed if the sole basis for the suspension is the practitioner's inability to pay a fine.
- (b) The board may withdraw or modify the probation under subsection (a)(5) if it finds, after a hearing, that the deficiency that required disciplinary action has been remedied, or that changed circumstances warrant a modification of the order.

SECTION 117. IC 32-34-1-20, AS ADDED BY P.L.2-2002, SECTION 19, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: Sec. 20. (a) For purposes of this section, an indication of interest in the property by the owner:

- (1) does not include a communication with an owner by an agent of the holder who has not identified in writing the property to the owner; and
- (2) includes the following:
  - (A) With respect to an account or underlying shares of stock or other interest in a business association or financial organization:
    - (i) the cashing of a dividend check or other instrument of payment received; or
    - (ii) evidence that the distribution has been received if the distribution was made by electronic or similar means.
  - (B) A deposit to or withdrawal from a bank account.
  - (C) The payment of a premium with respect to a property interest in an insurance policy.
  - (D) The mailing of any correspondence in writing from a financial institution to the owner, including:
    - (i) a statement;
    - (ii) a report of interest paid or credited; or
    - (iii) any other written advice;relating to a demand, savings, or matured time deposit account, including a deposit account that is automatically renewable, or any other account or other property the owner has with the financial institution if the correspondence is not returned to the financial institution for nondelivery.
  - (E) Any activity by the owner that concerns:
    - (i) another demand, savings, or matured time deposit account or other account

1 that the owner has with a financial institution, including any activity by the owner  
2 that results in an increase or decrease in the amount of any other account; or  
3 (ii) any other relationship with the financial institution, including the payment of  
4 any amounts due on a loan;

5 if the mailing address for the owner contained in the financial institution's books and  
6 records is the same for both an inactive account and for a related account.

7 (b) The application of an automatic premium loan provision or other nonforfeiture provision  
8 contained in an insurance policy does not prevent the policy from maturing or terminating if the  
9 insured has died or the insured or the beneficiary of the policy otherwise has become entitled to  
10 the proceeds before the depletion of the cash surrender value of the policy by the application of  
11 those provisions.

12 (c) Property that is held, issued, or owed in the ordinary course of a holder's business is  
13 presumed abandoned if the owner or apparent owner has not communicated in writing with the  
14 holder concerning the property or has not otherwise given an indication of interest in the property  
15 during the following times:

16 (1) For traveler's checks, fifteen (15) years after issuance.

17 (2) For money orders, seven (7) years after issuance.

18 (3) For consumer credits, three (3) years after the credit becomes payable.

19 (4) For gift certificates, three (3) years after December 31 of the year in which the gift  
20 certificate was sold. If the gift certificate is redeemable in merchandise only, the amount  
21 abandoned is considered to be sixty percent (60%) of the certificate's face value.

22 (5) For amounts owed by an insurer on a life or an endowment insurance policy or an  
23 annuity contract:

24 (A) if the policy or contract has matured or terminated, three (3) years after the  
25 obligation to pay arose; or

26 (B) if the policy or contract is payable upon proof of death, three (3) years after the  
27 insured has attained, or would have attained if living, the limiting age under the  
28 mortality table on which the reserve is based.

29 (6) For property distributable by a business association in a course of dissolution, one (1)  
30 year after the property becomes distributable.

31 (7) For property or proceeds held by a court or a court clerk, other than property or  
32 proceeds related to child support, five (5) years after the property or proceeds become  
33 distributable. The property or proceeds must be treated as unclaimed property under  
34 IC 32-34-3. For property or proceeds related to child support held by a court or a court  
35 clerk, ten (10) years after the property or proceeds become distributable.

36 (8) For property held by a state or other government, governmental subdivision or agency,  
37 or public corporation or other public authority, one (1) year after the property becomes  
38 distributable.

39 (9) For compensation for personal services, one (1) year after the compensation becomes  
40 payable.

41 (10) For deposits and refunds held for subscribers by utilities, one (1) year after the  
42 deposits or refunds became payable.

43 (11) For stock or other interest in a business association, five (5) years after the earlier of:  
44 (A) the date of the last dividend, stock split, or other distribution unclaimed by the  
45 apparent owner; or

46 (B) the date of the second mailing of a statement of account or other notification or  
47 communication that was:

48 (i) returned as undeliverable; or

(ii) made after the holder discontinued mailings to the apparent owner.  
(12) For property in an individual retirement account or another account or plan that is qualified for tax deferral under the Internal Revenue Code, three (3) years after the earliest of:

- (A) the actual date of the distribution or attempted distribution;
- (B) the distribution date as stated in the plan or trust agreement governing the plan; or
- (C) the date specified in the Internal Revenue Code by which distribution must begin in order to avoid a tax penalty.

(13) For a demand, savings, or matured time deposit, including a deposit that is automatically renewable, five (5) years after maturity or five (5) years after the date of the last indication by the owner of interest in the property, whichever is earlier. Property that is automatically renewable is considered matured for purposes of this section upon the expiration of its initial period, unless the owner has consented to a renewal at or about the time of the renewal and the consent is in writing or is evidenced by a memorandum or other record on file with the holder.

**(14) For property payable or distributable in the course of a demutualization, rehabilitation, or related reorganization of a mutual insurance company, five (5) years after the earlier of:**

- (A) the date of last contact with the policyholder; or**
- (B) the date the property became payable or distributable.**

(15) For all other property, the earlier of five (5) years after:

- (A) the owner's right to demand the property; or
- (B) the obligation to pay or distribute the property;

arose.

(d) Property is payable or distributed for purposes of this chapter notwithstanding the owner's failure to make demand or present an instrument or a document otherwise required to receive payment.

SECTION 118. THE FOLLOWING ARE REPEALED [EFFECTIVE JANUARY 1, 2002 (RETROACTIVE)]: IC 20-5.5-7-2; IC 21-3-1.7-3.1; IC 21-3-1.7-8.

SECTION 119. P.L. 208-2001, SECTION 2, IS REPEALED [EFFECTIVE UPON PASSAGE].

SECTION 120. IC 25-1-5 IS REPEALED [EFFECTIVE JULY 1, 2003].

SECTION 121. P.L.291-2001, SECTION 101, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2003]: SECTION 101. (a) Notwithstanding IC 21-3-1.6-1.2, as added by this act, and IC 21-3-1.7, the tuition support determined under IC 21-3-1.7-8 for a school corporation shall be reduced as follows:

(1) For 2001, the previous year's revenue determined without regard to IC 21-3-1.6-1.2, as added by this act, shall be reduced by an amount determined under the following STEPS:

STEP ONE: Determine the difference between:

- (A) the school corporation's average daily membership count for 2000, without regard to IC 21-3-1.6-1.2, as added by this act; minus
- (B) the school corporation's average daily membership count for 2000, as adjusted by the school corporation under this act after applying IC 21-3-1.6-1.2, as added by this act.

STEP TWO: Determine the result of:

- (A) the school corporation's previous year's revenue under IC 21-3-1.7-3.1,

1 without regard to IC 21-3-1.6-1.2, as added by this act; divided by  
2 (B) the school corporation's average daily membership for 2000, without regard  
3 to IC 21-3-1.6-1.2, as added by this act.

4 STEP THREE: Multiply the STEP ONE result by the STEP TWO result.

5 STEP FOUR: Multiply the STEP THREE result by one-third (1/3).

6 (2) For 2002, the previous year revenue determined without regard to IC 21-3-1.6-1.2, as  
7 added by this act, shall be reduced by an amount equal to the result under the following:

8 (A) Determine the result of:

9 (i) the amount determined under STEP THREE of subdivision (1); minus

10 (ii) the amount determined under STEP FOUR of subdivision (1).

11 (B) Divide the clause (A) result by three (3).

12 (C) Multiply the clause (B) result by one and three-hundredths (1.03).

13 (3) For 2003, the previous year revenue determined without regard to IC 21-3-1.6-1.2, as  
14 added by this act, shall be reduced by an amount equal to the reduction amount under  
15 subdivision (2) multiplied by one and two-hundredths (1.02).

16 (4) For 2004, the previous year revenue determined without regard to IC 21-3-1.6-1.2, as  
17 added by P.L.93-2000, shall be reduced by an amount equal to the reduction under  
18 subdivision ~~(2)~~ (3) multiplied by one and two-hundredths (1.02).

19 (b) This SECTION expires January 1, 2005.

20 **SECTION 122. [EFFECTIVE JULY 1, 2003] Notwithstanding IC 4-12-1-14.3, the**  
21 **limitations imposed by IC 4-12-1-14.3 on the amount of expenditures, transfers, or**  
22 **distributions that may be made from the Indiana tobacco master settlement agreement**  
23 **fund during any state fiscal year do not apply to appropriations made from the fund by this**  
24 **act. Appropriations made from the fund by this act may be paid from any money in the**  
25 **fund, including interest accrued from investment of money in the fund.**

26 **SECTION 123. [EFFECTIVE JULY 1, 2003] (a) The rules adopted by the health**  
27 **professions bureau before July 1, 2003, and in effect on June 30, 2003, shall be treated after**  
28 **June 31, 2003, as the rules of the Indiana professional licensing agency.**

29 **(b) On July 1, 2003, the Indiana professional licensing agency becomes the owner of all**  
30 **of the property of the health professions bureau. An appropriation made to the health**  
31 **professions bureau shall be treated after June 30, 2003, as an appropriation to the Indiana**  
32 **professional licensing agency.**

33 **(c) Any reference in a law, rule, license, or agreement to the health professions bureau**  
34 **shall be treated after June 30, 2003, as a reference to the Indiana professional licensing**  
35 **agency.**

36 **SECTION 124. [EFFECTIVE JULY 1, 2003] (a) As used in this SECTION, "office"**  
37 **refers to the office of Medicaid policy and planning established under IC 12-8-6-1.**

38 **(b) The office may apply to the United States Department of Health and Human**  
39 **Services for a state Medicaid waiver that would require specified Medicaid recipients of a**  
40 **county to enroll in the Medicaid risk-based manage care program. The office may apply**  
41 **for a waiver under this SECTION for any county that the office determines that required**  
42 **Medicaid recipient participation in the risk-based managed care program would be feasible**  
43 **and cost effective.**

44 **(c) The office may not implement a waiver applied for under this SECTION and that**  
45 **is approved by the United States Department of Health and Human Services until the office**  
46 **files an affidavit with the governor attesting that the federal waiver applied for under this**  
47 **SECTION is in effect. The office shall file the affidavit under this subsection not later than**  
48 **five (5) days after the office is notified that a waiver is approved.**

(d) If the office receives approval from the United States Department of Health and Human Services for a waiver applied for under this SECTION and the governor receives the affidavit filed under subsection (c), the office shall implement the waiver not more than sixty (60) days after the governor receives the affidavit.

(e) The office may adopt rules under IC 4-22-2 necessary to implement this SECTION.

(f) This SECTION expires December 31, 2008.

SECTION 125. [EFFECTIVE UPON PASSAGE] (a) This SECTION applies to a pharmacy that:

(1) holds a pharmacy license under IC 25-26; and

(2) dispenses prescription drugs to Medicaid recipients in a health facility licensed under IC 16-28.

(b) As used in this SECTION, "office" refers to the office of Medicaid policy and planning established by IC 12-8-6-1.

(c) A pharmacy described in subsection (a) shall report to the office all rebates, discounts, and other price concessions that the pharmacy receives from a pharmaceutical manufacturer or wholesaler for prescription drugs dispensed to Medicaid recipients in a health facility licensed under IC 16-28.

(d) A pharmacy described in subsection (a) shall submit the information required under this SECTION to the office:

(1) on a quarterly basis, beginning not later than thirty (30) days after the effective date of this SECTION; and

(2) upon requires by the office, within forty-five (45) days after the request from the office.

(e) A pharmacy described in subsection (a) shall submit the information required under subsection (d) in the format requested by the office.

(f) The office shall use the information received under this SECTION to determine the appropriate reimbursement for the drug ingredient cost and professional services fee for drugs dispensed by a pharmacy described in subsection (a) to Medicaid recipients in a health facility licensed under IC 16-28.

SECTION 126. [EFFECTIVE JULY 1, 2003] The trustees of Indiana University and Purdue University may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the following projects if for each institution the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for that institution:

|   |            |
|---|------------|
| INDIANA UNIVERSITY PURDUE UNIVERSITY INDIANAPOLIS |            |
| Research Institute Building III                   | 33,333,333 |
| PURDUE UNIVERSITY- West Lafayette Campus          |            |
| Millennium Engineering Building                   | 36,000,000 |
| INDIANA UNIVERSITY-PURDUE                         |            |
| UNIVERSITY INDIANAPOLIS                           |            |
| Campus Center                                     | 40,000,000 |

The borrowing authority granted by this SECTION for the Indiana University-Purdue University Indianapolis Campus Center project is not authorized for fee replacement, but supplements, and is in addition to, the \$10,000,000 of fee-replaced bonding authority granted in P.L.291-2001, SECTION 46.

SECTION 127. [EFFECTIVE JULY 1, 2003] The trustees of the University of Southern Indiana may issue and sell bonds under IC 20-12-6, subject to the approvals required by

IC 20-12-5.5, for the following project if the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for the University of Southern Indiana:

**UNIVERSITY OF SOUTHERN INDIANA**

|                                     |           |
|-------------------------------------|-----------|
| Renovation of the University Center | 9,750,000 |
|-------------------------------------|-----------|

The project is not eligible for fee replacement.

SECTION 128. [EFFECTIVE JULY 1, 2003] The trustees of the University of Southern Indiana may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the following project if the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for the University of Southern Indiana:

**UNIVERSITY OF SOUTHERN INDIANA**

|         |            |
|---------|------------|
| Library | 29,084,830 |
|---------|------------|

SECTION 129. [EFFECTIVE JULY 1, 2003] The trustees of Ivy Tech State College may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the following project if the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for the following:

|                                      |           |
|--------------------------------------|-----------|
| Richmond Building Addition, Phase II | 8,780,000 |
|--------------------------------------|-----------|

Indianapolis/Lawrence Roosevelt Building

|             |            |
|-------------|------------|
| Acquisition | 10,000,000 |
|-------------|------------|

|                     |            |
|---------------------|------------|
| Evansville Phase II | 18,158,000 |
|---------------------|------------|

|             |         |
|-------------|---------|
| Madison A&E | 826,000 |
|-------------|---------|

SECTION 130. [EFFECTIVE JULY 1, 2003] The trustees of Purdue University may issue and sell bonds under IC 20-12-8, subject to the approvals required by IC 20-12-5.5, for the purpose of constructing, furnishing, and equipping the Parking Garage No. 1 project at the Calumet Campus, so long as the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed eleven million five hundred thousand dollars (\$11,500,000). The project is not eligible for fee replacement.

SECTION 131. [EFFECTIVE JULY 1, 2003] The trustees of Indiana State University may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the following project if the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for the Indiana State University:

**INDIANA STATE UNIVERSITY**

University Hall Renovation and

|                     |           |
|---------------------|-----------|
| Business School A&E | 2,240,000 |
|---------------------|-----------|

SECTION 132. [EFFECTIVE JULY 1, 2003] The trustees of Ball State University may issue and sell bonds under IC 20-12-6, subject to the approvals required by IC 20-12-5.5, for the following project if the sum of principal costs of any bond issued, excluding amounts necessary to provide money for debt service reserves, credit enhancement, or other costs incidental to the issuance of the bonds, does not exceed the total authority listed below for the Ball State University:

**BALL STATE UNIVERSITY**

**Communication Building A&E 1,470,000**

**SECTION 133. [EFFECTIVE JULY 1, 2003] (a) The general assembly finds that the state needs the construction, equipping, renovation, refurbishing, or alteration of not more than one (1) regional health center.**

**(b) The general assembly finds that the state will have a continuing need for use and occupancy of the health center described in subsection (a). The general assembly authorizes the state office building commission to provide the health center described in subsection (a) under IC 4-13.5-1 and IC 4-13.5-4.**

**SECTION 134. [EFFECTIVE JULY 1, 2002 (RETROACTIVE)] (a) Notwithstanding IC 32-34-1-34, the treasurer of state shall transfer on:**

**(1) June 30, 2003;**

**(2) June 30, 2004; and**

**(3) June 30, 2005;**

**any balance (excluding amounts needed to fund appropriations to the attorney general for personal services and other operating expenses for the unclaimed property program) in the abandoned property fund that exceeds five hundred thousand dollars (\$500,000) to the state general fund.**

**(b) After June 30, 2002, and before July 1, 2005, the treasurer of state may not transfer any amount in the abandoned property fund to the common school fund. If any money was transferred after June 30, 2002, in a manner that is inconsistent with this subsection, the treasurer of state shall take the necessary action to restore the money to the abandoned property fund and transfer the money as required under subsection (a).**

**SECTION 135. [EFFECTIVE JULY 1, 2003] (a) The budget agency shall cause fifty million dollars (\$50,000,000) to be transferred from the public depository insurance fund to the state general fund in the state fiscal year beginning July 1, 2003, and ending June 30, 2004, with the following conditions:**

**(1) The transfer required under this SECTION is an interest free loan from the public depository insurance fund to the state general fund.**

**(2) If prior to January 1, 2013, the governor, on the advice of the budget agency, makes a determination that the general fund has a balance sufficient to repay the loan, the budget agency shall establish a repayment plan under which the loan is repaid either in one (1) installment or in a number of installments determined by the budget agency. Money sufficient to make the installments under a repayment plan established under this subsection is appropriated from the general fund.**

**(3) If the governor, on the advice of the budget agency, has not made a determination prior to January 1, 2013, to repay the interest free loan to the public depository insurance fund, the budget agency shall include a request for funds to repay the loan in the budget agency budget request submitted to the 2013 session of the general assembly.**

**(b) The budget agency shall cause the following transfers to be made from the specified funds to the state general fund in the specified state fiscal years:**

**(1) Two million dollars (\$2,000,000) from the industrial industries fund in the state fiscal year beginning July 1, 2003, and ending June 20, 2004.**

**(2) Two million four hundred thousand dollars (\$2,400,000) from the industrial industries fund in the state fiscal year beginning July 1, 2004, and ending June 30, 2005.**

**(3) Two million five hundred thousand dollars (\$2,500,000) from the administrative**

1 services fund in the state fiscal year beginning July 1, 2004, and ending June 30, 2005.

2 (c) This SECTION expires July 1, 2013.

3 SECTION 136. [EFFECTIVE JULY 1, 2003] (a) Notwithstanding IC 32-34-1-26, a life  
4 insurance company that was required to file a report with the attorney general concerning  
5 abandoned property before May 1, 2003, shall file a supplemental report with the attorney  
6 general concerning property that:

7 (1) is abandoned property for purposes of IC 32-34-1-20(c)(14), as amended by this  
8 act; and

9 (2) was not included on a report previously filed under IC 32-34-1-26.

10 The supplemental report required by this SECTION must be filed before November 1,  
11 2003, and must include the information required by IC 32-34-1-26.

12 (b) This SECTION expires July 1, 2005.

13 SECTION 137. [EFFECTIVE UPON PASSAGE] (a) An advance by the state board of  
14 finance of money from the abandoned property fund established by IC 32-34-1-33 to a  
15 charter school is forgiven.

16 (b) This SECTION expires June 30, 2005.

17 SECTION 138. [EFFECTIVE JULY 1, 2003] The amount of one hundred seventy-five  
18 million dollars (\$175,000,000) made available to Indiana under Section 903 of the Social  
19 Security Act, as amended by Section 209 of the Temporary Extended Unemployment  
20 Compensation Act of 2002 (which is Title II of the federal Jobs Creation and Worker  
21 Assistance Act of 2002, P.L.107-147), is credited to the unemployment insurance benefit  
22 fund established by IC 22-4-26-1 to be used as authorized under that section.

23 SECTION 139. [EFFECTIVE JULY 1, 2003] For purposes of appropriations made by  
24 this act for:

25 (1) textbook reimbursement;

26 (2) full day kindergarten;

27 (3) testing and remediation; and

28 (4) graduation exam remediation;

29 the term "school corporation" includes a charter school (as defined in IC 20-5.5-1-4).

30 SECTION 140. [EFFECTIVE JULY 1, 2003] (a) Notwithstanding IC 4-15 or any other  
31 law or rule to the contrary, the budget agency shall be responsible for oversight of all  
32 programs and functions dealing with the personnel classification system, adjustments in  
33 classification plans, pay plans, fringe benefits, and any other benefits accruing to state  
34 employees with a monetary impact on the state.

35 (b) The state personnel department shall submit all plans, and programs covered in  
36 subsection (a) to the budget agency for approval prior to implementation.

37 (c) The state personnel department shall provide the budget agency with all  
38 documentation needed for the budget agency to accomplish the duties imposed on the  
39 budget agency by this SECTION.

40 (d) The budget agency may employ staff necessary to carry out the provisions of this  
41 SECTION.

42 (e) Notwithstanding IC 4-15-2, the state personnel department shall make personnel  
43 adjustments within the personnel department which are necessitated by implementation  
44 of this SECTION.

45



1           SECTION 141. [EFFECTIVE UPON PASSAGE] **The provisions of this act are severable**  
2 **in the manner provided by IC 1-1-1-8(b).**

3           SECTION 142. **An emergency is declared for this act.**  
          (Reference is to HB 1001 as reprinted February 21, 2003.)

**and when so amended that said bill do pass.**

Committee Vote: Yeas 9, Nays 5.

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**Borst**

**Chairperson**